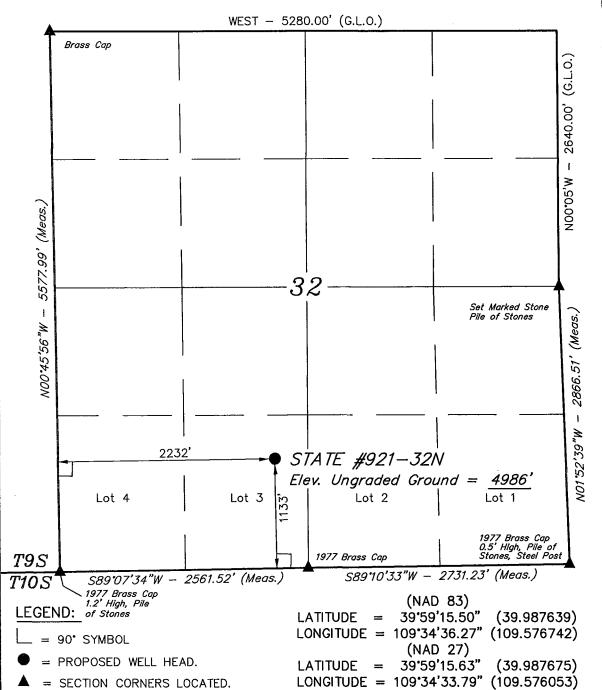
STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

AMENDED REPORT (highlight changes)

	,	APPLICAT	ION FOR I	PERMIT TO	DRILL	5. MINERAL LEASE NO: ML-48758	6. SURFACE: State
1A. TYPE OF WO	DRK: D	RILL 🗾	REENTER [DEEPEN		7. IF INDIAN, ALLOTTEE OR	TRIBE NAME:
B. TYPE OF WE	ll: OIL 🗌	GAS 🗾	OTHER	SIN	GLE ZONE MULTIPLE ZON	E 8. UNIT or CA AGREEMENT	NAME:
2. NAME OF OPE			27.1			9. WELL NAME and NUMBER	ζ:
3. ADDRESS OF		AS COMPAN	Y L.P.		DUOVE NUMBER	STATE 921-32N	
1368 S. 12	00 E.	CITY VERN		E UT 219 840		10. FIELD AND POOL, OR W NATURAL BUTT	ES
4. LOCATION OF	•	•	6215	78X	39 987423	11. QTR/QTR, SECTION, TO MERIDIAN:	WNSHIP, RANGE.
	1133'FSL,				-109. 576022	SDAGE 32 9S	21E
AT PROPOSED	PRODUCING ZO	NE:	(, ,	• ,	101. 118.20	SESW	
14. DISTANCE IN	MILES AND DIRE	CTION FROM NEAF	REST TOWN OR POS	ST OFFICE:		12. COUNTY:	13. STATE: UTAH
12.2 MILI	ES SOUTH	EAST OF O	JRAY, UTAH			UINTAH	l OTALL
	NEAREST PROF	PERTY OR LEASE LI	NE (FEET)	16. NUMBER OF	FACRES IN LEASE:	17. NUMBER OF ACRES ASSIGNED	
1133'					348.80		40.00
	O NEAREST WELL R) ON THIS LEASE	(DRILLING, COMPL (FEET)	LETED, OR	19. PROPOSED		20. BOND DESCRIPTION:	
	Э ТОРО С				9,860	RLB0005238	
	(SHOW WHETHE	R DF, RT, GR, ETC.):	22. APPROXIMA	ATE DATE WORK WILL START:	23. ESTIMATED DURATION:	
4986'GL							
24.			PROPOSE	ED CASING AI	ND CEMENTING PROGRAM		
SIZE OF HOLE	CASING SIZE,	GRADE, AND WEIG	HT PER FOOT	SETTING DEPTH	CEMENT TYPE, QUA	ANTITY, YIELD, AND SLURRY WEIGHT	
12 1/4"	9 5/8	H-40	32.3#	2,400	315 SX CLASS G	15.6 PPG 1.18 YIELD)
7 7/8"	4 1/2"	I-80	11.6#	9,860	2020 SX 50/50 POZ	14.3 PPG 3.31 YIELD)
					·		······································
i							
		 					·
25.				ATTA	CHMENTS		
VERIFY THE FOL	LOWING ARE AT	TACHED IN ACCOR	DANCE WITH THE UT	TAH OIL AND GAS C	ONSERVATION GENERAL RULES:		·
✓ WELL PL	AT OR MAP PREF	ARED BY LICENSE	O SURVEYOR OR EN	GINEER	COMPLETE DRILLING PLAN		
Z EVIDENC	E OF DIVISION O	E WATER RIGHTS A	PPROVAL FOR USE	OF WATER	FORM 5 IF OPERATOR IS PE	RSON OR COMPANY OTHER THAN TI	HE LEASE OWNER
- LVIDENCE	DIVIDION O	- WATER MOITO	THOUSE ON OCC	- WATEN	TONNO, II OF ELONION OF E	TOOK ON SOME AND OTHER WINDS	TE LES IGE GWILLIA
NAME (PLEASE	BRINE, SHEIL	.A UPCHEG	0		TITLE REGULATOR	Y ANALYST	
	min	no	hem		3/24/2006		
SIGNATURE	yuu	r/4/0	rugjo		DATE 3/24/2006		
(This space for Sta	te use only)		V			RECEIVE	ED
	1	12-117	-37457)		MAR 2 9 20	06
API NUMBER AS	SIGNED:	041	3/997		APPROVAL:		

T9S, R21E, S.L.B.&M.



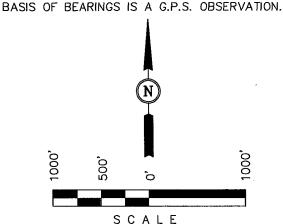
Kerr McGee Oil & Gas Onshore LP

Well location, STATE #921—32N, located as shown in LOT 3 of Section 32, T9S, R21E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.

BASIS OF BEARINGS



CERTIFICATE SHIP STATE OF THE SERVICE OF THE SERVIC

THIS IS TO CERTIFY THAT THE ABOVE AND WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SOME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLET TO 154310.

REGISTERED LAND SURVEYOR REGISTRATION NO. 161310 STATE OF THICK

Uintah Engineering & Land Surveying 85 South 200 East - Vernal, Utah 84078

(435) 789-1017

1					
SCALE 1" = 1000'		DATE SURVEYED: 02-23-06	DATE DRAWN: 02-28-06		
A.F. L.G.	S.L.	REFERENCES G.L.O. PLAT			
WEATHER	FILE				
COLD	Kerr McGee Oil & Gas Onshore LP				

STATE 921-32N SESW SEC 32-T9S-R21E UINTAH COUNTY, UTAH ML-48758

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. <u>Estimated Tops of Important Geologic Markers</u>:

Formation	<u>Depth</u>
Uinta	0- Surface
Green River	1537'
Mahogany	2421'
Wasatch	4822'
Mesaverde	7841'
MVU2	8686'
MVL1	9295'
TD	9860'

2. <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:</u>

Substance	<u>Formation</u>	<u>Depth</u>
	Green River	1537'
	Mahogany	2421'
Gas	Wasatch	4822'
Gas	Mesaverde	7841'
Gas	MVU2	8686'
Gas	MVL1	9295'
Water	N/A	
Other Minerals	N/A	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program.

4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program.

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program.

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program.

7. **Abnormal Conditions:**

Maximum anticipated bottomhole pressure calculated at 9860' TD, approximately equals 6113 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3944 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program.

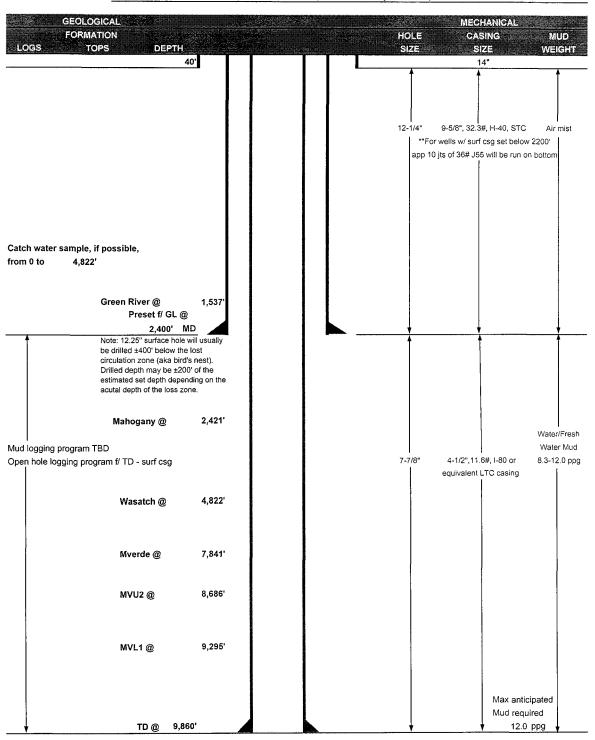
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP <u>DRILLING PROGRAM</u>

COMPANY NAME	KERR-Mc	GEE OIL & GAS ONSHOR	RE LP	DATE	March 24	, 2006		
WELL NAME	STATE	921-32N		TD	9,860'	MD/TVD		
FIELD Natural I	Buttes	COUNTY Uintah	STATE	Utah	ELEVATION	4,986' GL	K	3 5,001'
SURFACE LOCATION	ON SESW	SECTION 32, T9S, R21E	1133'FSL, 2232'	'FWL			BHL	Straight Hole
	Latitud	e: 39.987639 Lor	ngitude: 109	.576742				
OBJECTIVE ZONE(S) Wasato	h/Mesaverde						
ADDITIONAL INFO	Regula	tory Agencies: UDOGM (S	SURF & MINERA	ALS), BLM, Tri-0	County Health De	ept.		





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

								E	ESIGN FACT	ORS
	SIZE	Ī	NTERV/	AL.	WT.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"		0-40'							•
	:						ĺ	2270	1370	254000
SURFACE	9-5/8"	0	to	2000	32.30	H-40	STC	0.57*****	1.46	3.74
								3520	2020	564000
	9-5/8"	2000	to	2400	36.00	J-55	STC	1.11******	1.80	8.31
								7780	6350	201000
PRODUCTION	4-1/2"	0	to	9860	11.60	I - 80	LTC	1.95	1.03	2.01
]	ll		

- 1) Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)
- 2) MASP (Prod Casing) = Pore Pressure at TD (.22 psi/ft-partial evac gradient x TD)

(Burst Assumptions: TD = 12.0 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

3983 psi

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP

Burst SF is low but csg is stronger than formation at 2400 feet

EMW @ 2400 for 2270# is 18.2 ppg or 0.9 psi/ft

CEMENT PROGRAM

		FT OF FILL	DESCRIPTION	SACKS	EXCESS	VEIGHT	YIELD
SURFACE	LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1			+ .25 pps flocele				
	TOP OUT CMT (1)	250	20 gals sodium silicate + Premium cmt	100		15.60	1.18
			+ 2% CaCl + .25 pps flocele				
	TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE			NOTE: If well will circulate water to surface	e, option :	2 will be uti	lized	
Option 2	LEAD	2000	Prem cmt + 16% Gel + 10 pps gilsonite	230	35%	11.00	3.82
			+.25 pps Flocele + 3% salt BWOC			[ĺ
	TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
			+ .25 pps flocele			ļ	
	TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION	ON LEAD	4,320'	Premium Lite II + 3% KCI + 0.25 pps	470	60%	11.00	3.38
			celloflake + 5 pps gilsonite + 10% gel				
			+ 0.5% extender				
		5.540	50/50 B = /0 + 400/ = -15 + 00/ = -1	4550	200/	11.00	
	TAIL	5,540'	50/50 Poz/G + 10% salt + 2% gel	1550	60%	14.30	1.31
			+.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.					
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.					

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.	
BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder &	
tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper	
& lower kelly valves.	
Drop Totco surveys every 2000'. Maximum allowable hole angle is 5 degrees.	
Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utilized.	
ENGINEER: DATE:	

DATE:

DRILLING SUPERINTENDENT:

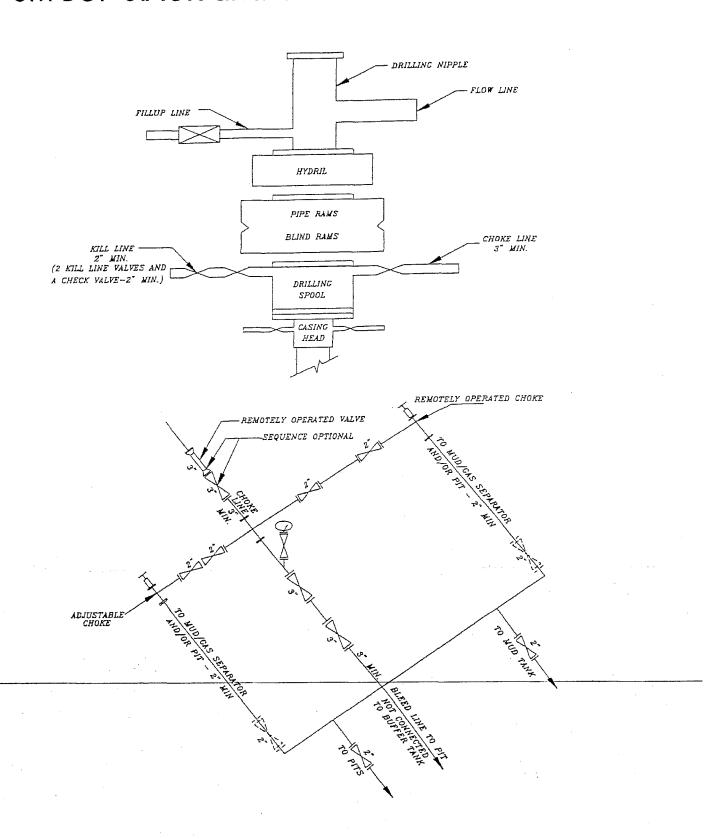
DRILLING

Randy Bayne STATE921-32N 2200' +.xls

Brad Laney

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



STATE 921-32N SESW SEC 32-T9S-R21E Uintah County, UT ML-48758

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

Refer to Topo Maps A and B for location of access roads within a 2 mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

2. Planned Access Roads:

Approximately 100' +/- of new access road is proposed. Refer to Topo Map B for the location of the proposed access road.

The upgraded and new portions of the access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30 feet. Appropriate water control will be installed to control erosion.

Existence of pipelines; maximum grade; turnouts; major cut and fills, culverts, or bridges; gates, cattle guards, fence cuts, or modifications to existing facilities were determined at the on-site.

The access road was centerline flagged during time of staking.

Surfacing material may be necessary, depending upon weather conditions.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

3. <u>Location of Existing Wells Within a 1-Mile Radius:</u>

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

The following guidelines will apply if the well is productive.

All production facilities will be located on the disturbed portion of the well pad and at a minimum of 25 feet from the toe of the back slope or the top of the fill slope.

A dike will be constructed completely around those production facilities which contain

fluids (i.e., production tanks, produced water tanks, and/or heater/treater). These dikes will be constructed of compacted subsoil, be impervious, hold 100% of the capacity of the largest tank, and be independent of the back cut.

All permanent (on-site six months or longer) above the ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Carlsbad Canyon, standard color number 2.5Y 6/2.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Approximately 150' of pipeline is proposed. Refer to Topo D for the proposed pipeline.

5. <u>Location and Type of Water Supply:</u>

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32, T4S, R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

7. Methods of Handling Waste Materials:

Drill cuttings will be contained and buried in the reserve pit.

Drilling fluids, including salts and chemicals, will be contained in the reserve pit. Upon termination of drilling and completion operations, the liquid contents of the reserve pit will be removed and disposed of at an approved waste disposal facility within 120 days after drilling is terminated.

The reserve pit will be constructed on the location and will not be located within natural drainage, where a flood hazard exists or surface runoff will destroy or damage the pit walls. The reserve pit will be constructed so that it will not leak, break, or allow discharge of liquids.

A plastic reinforced liner and felt will be used, it will be a minimum of 20 mil thick, with sufficient bedding used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash or scrap that could puncture the liner will be disposed of in the pit.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

Any open pits will be fenced during the operations. The fencing will be maintained until such time as the pits are backfilled.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

Any produced water from the proposed well will be contained in a water tank and will then be hauled By truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU #159, Sec. 35, T9S, R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E.

8. <u>Ancillary Facilities</u>:

None are anticipated.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

The reserve pit will be lined, and when the reserve pit is closed, the pit liner will be buried below plow depth.

All pits will be fenced according to the following minimum standards:

39 inch net wire will be used with at least one strand of barbed wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.

The net wire shall be no more than two inches above the ground. The barbed wire shall be three inches over the net wire. Total height of the fence shall be at least 42 inches.

Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.

Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

All wire shall be stretched, by using a stretching device, before it is attached to corner posts.

The reserve pit fencing will be on three sides during drilling operations, and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Location size may change prior to the drilling of the well due to current rig availability. If the proposed location is not large enough to accommodate the drilling rig the location will be re-surveyed and a Form 9 shall be submitted.

10. Plans for Reclamation of the Surface:

Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

A plastic, nylon reinforced liner will be used, it shall be torn and perforated before backfilling of the reserve pit.

Before any dirt work associated with location restoration takes place, the reserve pit shall be as dry as possible. All debris in it will be removed. Other waste and spoil materials will be disposed of immediately upon completion of operations.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours. The reserve pit will be reclaimed within 90 days from the date of well completion, weather permitting.

To prevent surface water (s) from standing (ponding) on the reclaimed reserve pit area, final reclamation of the reserve pit will consist of "mounding" the surface three feet above surrounding ground surface to allow the reclaimed pit area to drain effectively.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

11. <u>Surface Ownership</u>:

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

12. Other Information:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

A Class III archaeological survey has been completed and is attached.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it Within 460' of any non-committed tract lying within the boundaries of the Unit.

13. Lessee's or Operators's Representative & Certification:

Sheila Upchego Regulatory Analyst Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East. Vernal, UT 84078 (435) 781-7024 Randy Bayne Drilling Manager Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435)781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by State Surety Bond #RLB0005236.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego

3/24/2006

Date

KERR-MCGEE OIL & GAS ONSHORE LP

STATE #921-32N SECTION 32, T9S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 6.9 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY. THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 4.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN LEFT AND PROCEED IN A SOUTHEASTERLY, THEN SOUTHERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE BEGINNING OF THE PROPOSED ACCESS ROAD FOR THE STATE #921-320 TO THE SOUTHEAST; FOLLOW ROAD FLAGS IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.2 MILES TO THE PROPOSED ACCESS ROAD TO THE SOUTHWEST; FOLLOW ROAD FLAGS IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 100' TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 43.25 MILES.

KERR-MCGEE OIL & GAS ONSHORE LP

STATE #921-32N

LOCATED IN UINTAH COUNTY, UTAH **SECTION 32, T9S, R21E, S.L.B.&M.**

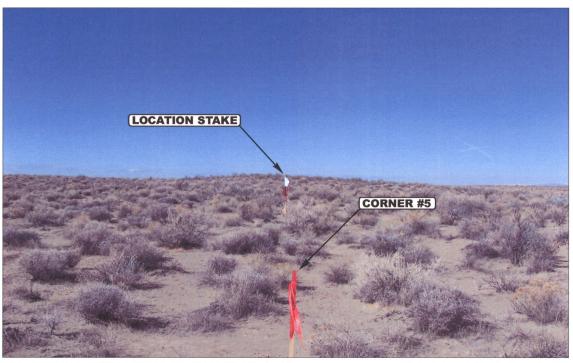


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY

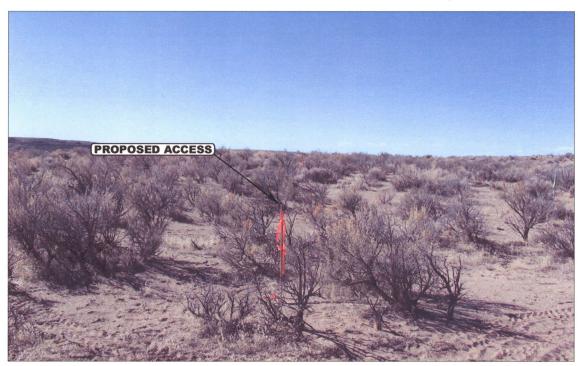


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



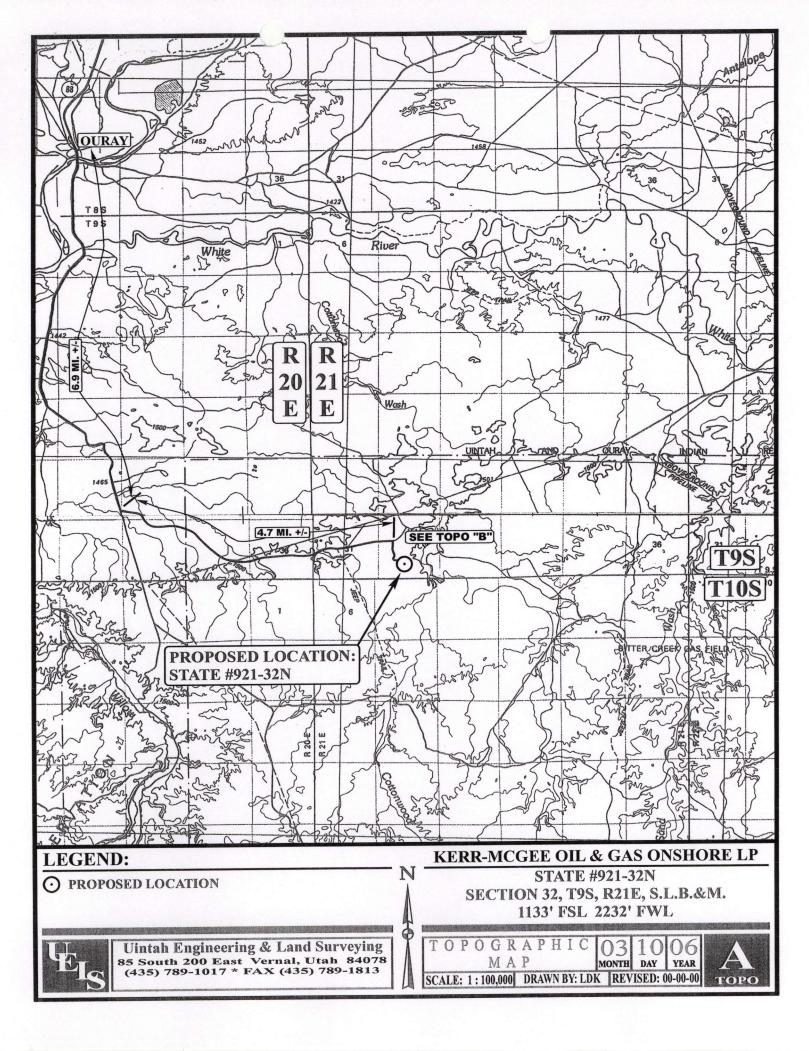
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 vels@uelsinc.com

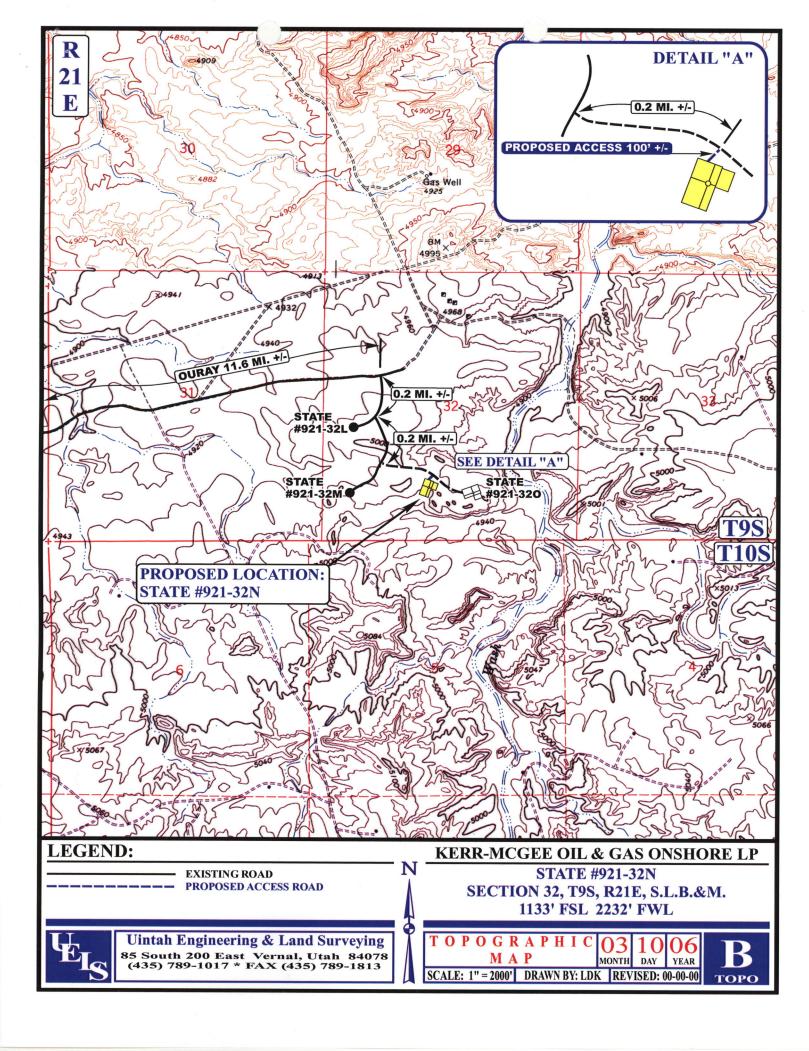
LOCATION PHOTOS

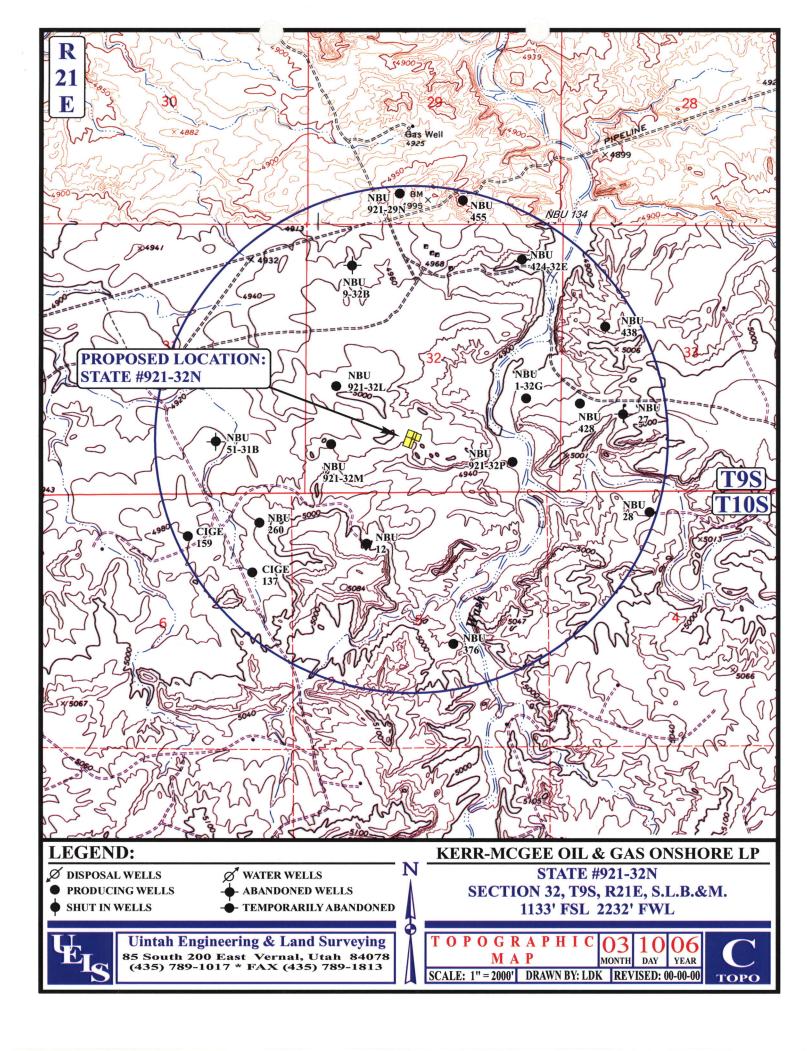
MONTH YEAR

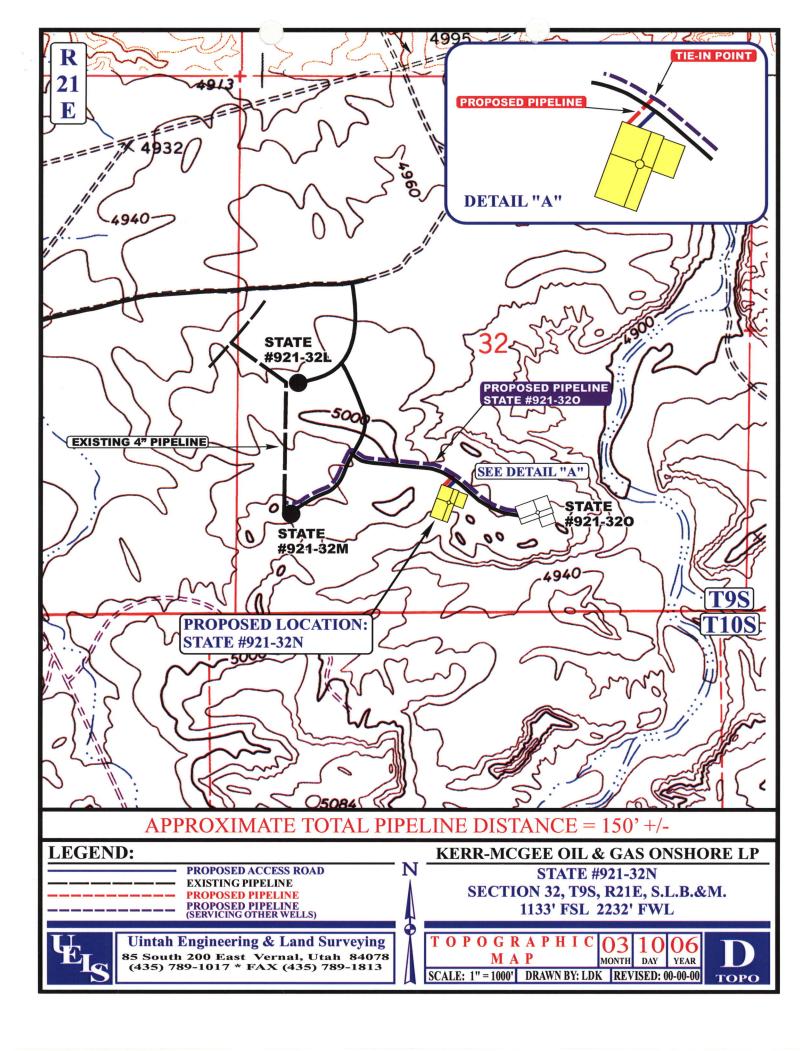
РНОТО

TAKEN BY: B.H. | DRAWN BY: LDK | REVISED: 00-00-00









KERR-MCGEE OIL & GAS ONSHORE LP

STATE #921-32N PIPELINE ALIGNMENT

LOCATED IN UINTAH COUNTY, UTAH SECTION 32, T9S, R21E, S.L.B.&M.



PHOTO: VIEW OF TIE-IN POINT

CAMERA ANGLE: SOUTHEASTERLY

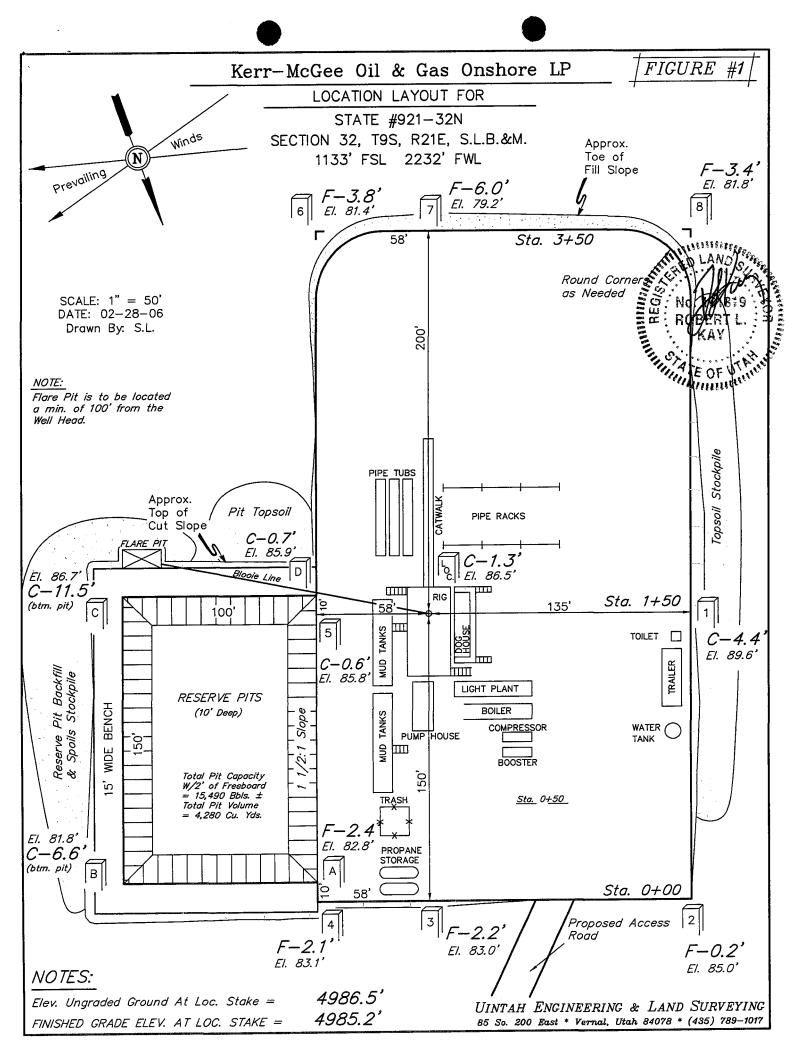


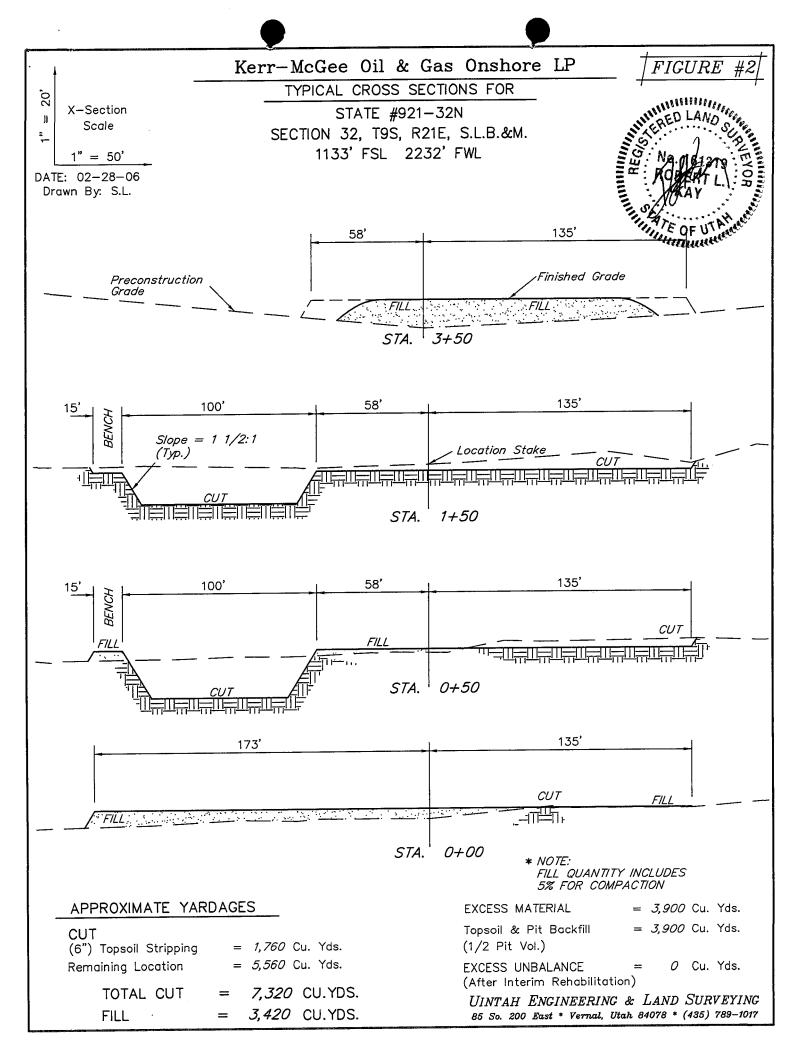
PHOTO: VIEW OF PIPELINE ALIGNMENT

CAMERA ANGLE: SOUTHWESTERLY

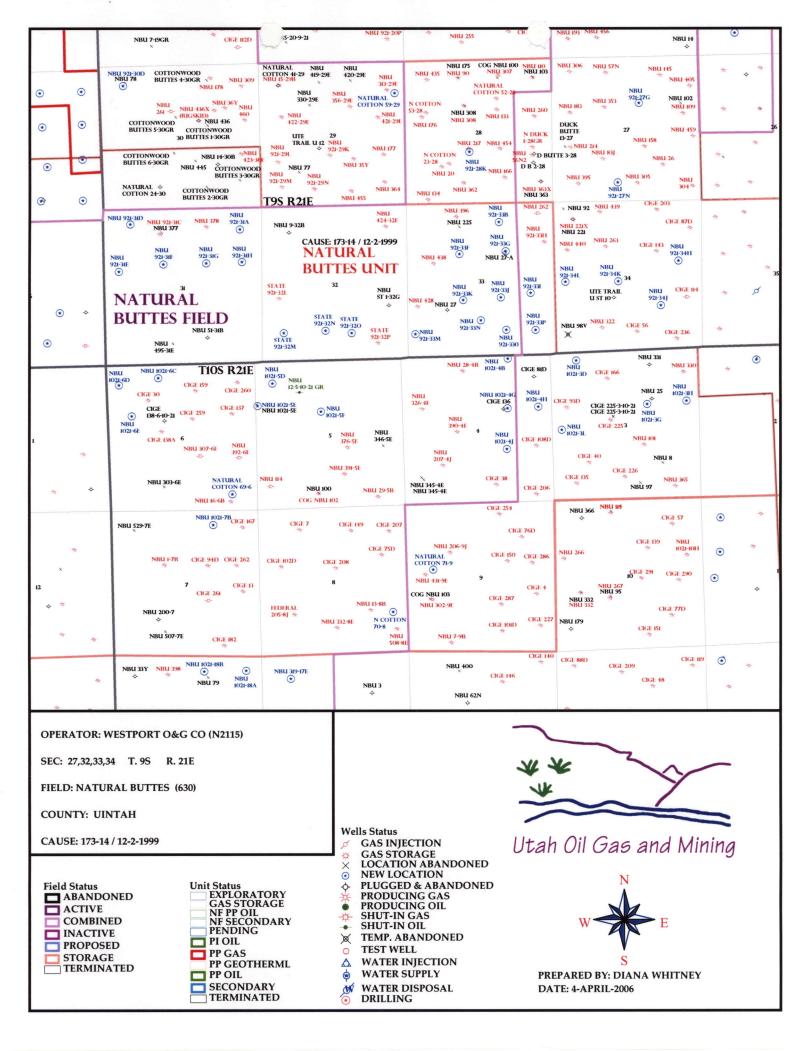


PIPELINE	PHOTOS	03 MONTH	10 DAY	06 YEAR	рното
TAKEN BY: B.H.	DRAWN BY: LDI	K REV	ISED: 0	0-00-00	





APD RECEIVED: 04/29/2006		API NO. ASSIG	NED: 43-04	7-37957	
WELL NAME: STATE 921-32N OPERATOR: VErring (Le N2975) CONTACT: SHEILA UPCHEGO		PHONE NUMBER:	435-781-702	4	
PROPOSED LOCATION:		INSPECT LOCATN	BY: /	/	
SESW 32 090S 210E SURFACE: 11 66 FSL 2128 FWL		Tech Review	Initials	Date	
BOTTOM: 116 FSL 2/23 FWL		Engineering	Das	5/4/06	
COUNTY: UINTAH		Geology	×		
LATITUDE: 39.9875% LONGITUDE: -109.576378 UTM SURF EASTINGS: 62154 NORTHINGS: 4427	L31	Surface			
FIELD NAME: NATURAL BUTTES (630			<u> </u>		
LEASE TYPE: 3 - State LEASE NUMBER: ML-48758 SURFACE OWNER: 3 - State		PROPOSED FORMAT		IVD	
RECEIVED AND/OR REVIEWED:	LOCATIO	ON AND SITING:			
Plat	Unit: Ro	NATURAL BUTTES 649-3-2. General iting: 460 From Qt. 649-3-3. Except rilling Unit Board Cause No: Eff Date: Siting: 460 From Qt. 649-3-11. Direct	173.14 12.2.49 Ubdry 8 U	Memm. Tro	
COMMENTS: Med Prest	(ં૦લ-1ેગ્રે	-06)			
STIPULATIONS: 1-STATEMENT OF BASIS 2-0.1 Shale 3-Surface Cog (mtst. P					



DIVISION OF OIL, GAS AND MINING APPLICATION FOR PERMIT TO DRILL STATEMENT OF BASIS

OPERATOR:	WESTPORT OIL AND GAS COMPANY, L.P.
WELL NAME & NUMBER:	STATE 921-32N
	43-047-37957
LOCATION: 1/4,1/4 SE/SW Sec	c: <u>32 TWP: 98 RNG: 21E 2232' FWL 1133' FSL</u>
Geology/Ground Water:	
over the state of	
Westport proposes to set 2,400' of	f surface casing at this location. The depth to the base of the moderately
saline water at this location is estir	mated to be at a depth of 4,000'. A search of Division of Water Rights records
shows one water well within a 10,0	000 foot radius of the center of section 32. This well is approximately .75
miles from the proposed location a	and is listed as a mining use well. The producing depth is listed as 200 feet.
The surface formation at this site is	s the Uinta Formation. The Uinta Formation is made up of interbedded
shales and sandstones. The sandstones	ones are mostly lenticular and discontinuous and should not be a significant
source of useable ground water. Pr	roduction casing cement should be brought to above the base of the
moderately saline groundwater in o	order to isolate it from fresher waters uphole.
Reviewer: Brad	Hill Date: 04/24/06
Surface:	
Burrace.	
The pre-drill investigation of the s	surface was performed on 04/12/06. Ben Williams with DWR and Ed Bonner
with SITLA were invited to this in	vestigation on 04/05/06. Mr. Bonner was not present.
······································	vestigation on 04/05/00. Wit. Boillier was not present.
Mr. Williams had no concerns rega	arding the construction of this location or the drilling of this well. This site is on
State surface, with State minerals, a	and appears to be the best site for a location in the immediate area. Mr. Williams
gave Raylene Weddle with Westno	ort a prescribed seed mix to be used when the reserve pit is reclaimed.
Save Italy in the William Woodle	At a presented seed mix to be used when the reserve pit is reclaimed.
Reviewer: Floyd B	Bartlett Date : 04/14/2006
Conditions of Approval/Applicat	tion for Permit to Drill:

None.

ON-SITE PREDRILL EVALUATION Division of Oil, Gas and Mining

OPERATOR: WESTPORT OIL AND GAS COMPANY, L.P.

WELL NAME & NUMBER: STATE 921-32N

API NUMBER: 43-047-37957

LEASE: ML 48758 FIELD/UNIT: NATURAL BUTTES

LOCATION: 1/4,1/4 SE/SW Sec: 32 TWP: 9S RNG: 21E 2232' FWL 1133' FSL

LEGAL WELL SITING: 460' from unit boundary and uncommitted tracts.

GPS COORD (UTM): 621578 E 4427122 N SURFACE OWNER: STATE OF UTAH (SITLA)

PARTICIPANTS

FLOYD BARTLETT (DOGM), CLAY EINERSON, RICH DEVOT, RAYLENE WEDDLE (WESTPORT), DAVID KAY (UELS), BEN WILLIAMS (DWR).

REGIONAL/LOCAL SETTING & TOPOGRAPHY

Ouray, Ut is approximately 12 miles to the northwest. Access to the area is by a State of Utah Highway, Uintah County and oil field development roads. Approximately 100 feet of new road will be required extending from the road planned for the State 921-320 well.

Site is approximately 0.6 miles south of the Middle Bench road on a sandy ridge which runs from west to east. The area slopes gently to the northwest, draining into Cottonwood Wash, which is approximately 0.25 miles to the east. Terrain is not overly steep but broken in the immediate area consisting of small draws separated by low ridges. Several small mounds of windblown sand exist. Cottonwood Wash is an ephemeral drainage, which flows only during spring runoff and during intense summer storms. Its confluence with the White River is approximately 7 miles to the north.

SURFACE USE PLAN

CURRENT SURFACE USE: WILDLIFE AND LIVESTOCK GRAZING, HUNTING.

PROPOSED SURFACE DISTURBANCE: The dimensions of the location are 350' by 193' that does not include a portion of the reserve pit or the topsoil and spoils storage. Access to the site will be over 100' of new road leading off a planned oilfield service road.

LOCATION OF EXISTING WELLS WITHIN A 1 MILE RADIUS: SEE ATTACHED MAP FROM GIS DATABASE.

LOCATION OF PRODUCTION FACILITIES AND PIPELINES: ALL PRODUCTION FACILITIES WILL BE ON LOCATION AND ADDED AFTER DRILLING WELL. A PIPELINE 100 FEET IN LENGTH WILL FOLLOW ACCESS ROAD.

SOURCE OF CONSTRUCTION MATERIAL: ALL CONSTRUCTION MATERIAL WILL BE

ANCILLARY FACILITIES: NONE WILL BE REQUIRED.

WILL DRILLING AT THIS LOCATION GENERATE PUBLIC INTEREST OR CONCERNS? EXPLAIN: Unlikely. Numerous wells exist in the immediate area.

WASTE MANAGEMENT PLAN:

Drilled cuttings will be settled into reserve pit. Liquids from pit will be allowed to evaporate. Formation water will be confined to storage tanks. Commercial contractor will handle sewage facilities, storage and disposal. Trash will be contained in trash baskets and hauled to an approved landfill.

ENVIRONMENTAL PARAMETERS

AFFECTED FLOODPLAINS AND/OR WETLANDS: NONE

FLORA/FAUNA: MODERATELY VEGETATED WITH CHEAT GRASS, SPINY HOPSAGE, GREASEWOOD, BROOM SNAKEWEED, HALOGETON, RABBITBRUSH: PRONGHORN, RODENTS, SONGBIRDS, RAPTORS, COYOTE, RABBITS.

SOIL TYPE AND CHARACTERISTICS: BROWN SANDY CLAY LOAM WITH NO SURFACE ROCK.

EROSION/SEDIMENTATION/STABILITY: Very little natural erosion. Reserve pit located in cut on the southwest corner of the location. Sedimentation and stability are not a problem and location construction shouldn't cause an increase in stability or erosion problems.

PALEONTOLOGICAL POTENTIAL: PALEO COMPLETED 2-28-06

RESERVE PIT

CHARACTERISTICS: 150' BY 100' AND 10' DEEP LOCATED WITHIN AN AREA OF CUT.

LINER REQUIREMENTS (Site Ranking Form attached): A LINER WILL NOT BE REQUIRED FOR RESERVE PIT. Raylene Weddle of Westport stated they plan to install a 20 mil. liner with a felt pad sub liner.

SURFACE RESTORATION/RECLAMATION PLAN

<u>AS P</u>	PER SITLA.				 		 		
SURFACE A	AGREEMENT:	AS	PER	SITLA.	 	_			

CULTURAL RESOURCES/ARCHAEOLOGY: MONTGOMERY ARCHEOLOGICAL CONSULTANTS ON 3/9/06 INSPECTED SITE. A REPORT OF THIS INVESTIGATION WILL BE PLACED ON FILE.

OTHER OBSERVATIONS/COLUMNTS

THIS PREDRILL INVESTIGATION WAS CONDUCTED ON A COOL, CLEAR DAY.

ATTACHMENTS

PHOTOS OF THIS SITE WERE TAKEN AND PLACED ON FILE.

FLOYD BARTLETT
DOGM REPRESENTATIVE

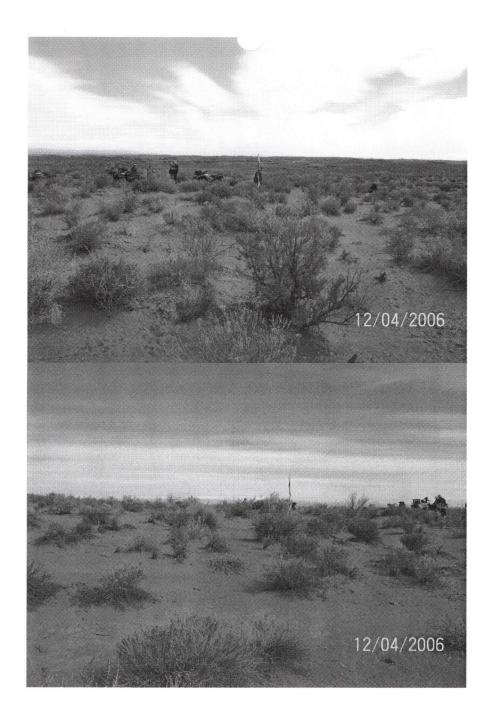
_04/12/06, 10:25AM DATE/TIME

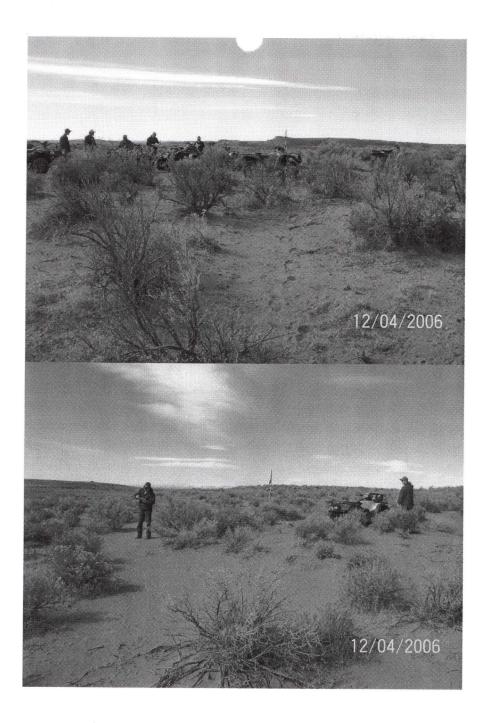
luation Ranking Criteria and Ranking ore For Reserve and Onsite Pit Liner Requirements

		•
Site-Specific Factors	Ranking	Site Ranking
Distance to Groundwater (feet) >200 100 to 200 75 to 100 25 to 75 <25 or recharge area	0 5 10 15 20	0
Distance to Surf. Water (feet) >1000 300 to 1000 200 to 300 100 to 200 < 100	0 2 10 15 20	0
Distance to Nearest Municipal Well (feet) >5280 1320 to 5280 500 to 1320 <500	0 5 10 20	0
Distance to Other Wells (feet) >1320 300 to 1320 <300	0 10 20	0
Native Soil Type Low permeability Mod. permeability High permeability	0 10 20	<u>10</u>
Fluid Type Air/mist Fresh Water TDS >5000 and <10000 TDS >10000 or Oil Base Mud Fluid containing significant levels of hazardous constituents	0 5 10 15	5
Drill Cuttings Normal Rock Salt or detrimental	0 10	0
Annual Precipitation (inches) <10 10 to 20 >20	0 5 10	0
Affected Populations <10 10 to 30 30 to 50 >50	0 6 8 10	0
Presence of Nearby Utility Conduits Not Present Unknown Present	0 10 15	0

Final Score 15 (Level II Sensitivity)

Sensitivity Level II = 20 or more; total containment is required.
Sensitivity Level II = 15-19; lining is discretionary.
Sensitivity Level III = below 15; no specific lining is required.



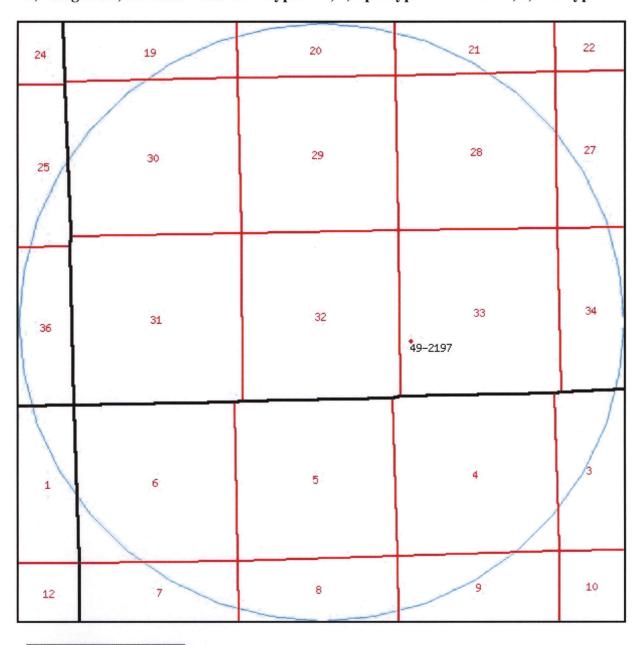




WRPLAT Program Output Listing.

Version: 2004.12.30.00 Rundate: 04/24/2006 03:21 PM

Radius search of 10000 feet from a point N2640 E2640 from the SW corner, section 32, Township 9S, Range 21E, SL b&m Criteria:wrtypes=W,C,E podtypes=U status=U,A,P usetypes=all



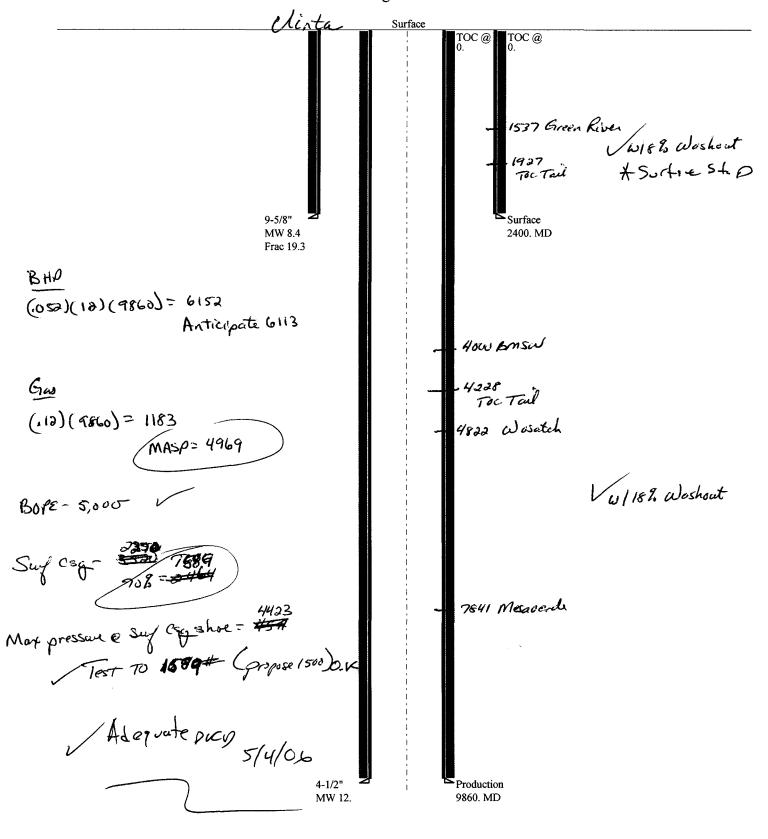
Water Rights

WR Number	Diversion Type/Location	Well Log	Status	Priority	Uses	CFS ACFT	Owner N
49-2197	Underground		A	20050527	О	0.250 0.000	UTAH SCHOOL AND INSTITUTIONAL TRUADM.
	N1855 E348 SW 33 9S 21E SL						RICHARD B. WILCO: SPECIALIST

Natural Resources | Contact | Disclaimer | Privacy Policy | Accessibility Policy

04-06 Westport State 921-9N

Casing Schematic



Well name:

04-06 Westport State 921-32N

Operator:

Westport Oil & Gas

String type:

Surface

Project ID:

43-047-37957

Location:

Collapse

Design parameters:

Mud weight:

Uintah County

8.400 ppg

Minimum design factors: Collapse:

Design factor 1.125 **Environment:**

H2S considered? No Surface temperature: 75 °F 109 °F Bottom hole temperature:

1.40 °F/100ft Temperature gradient:

Minimum section length: 1,500 ft

Burst: Design factor 1.00

Cement top:

0 ft

2,400 ft

2,400 psi

Burst

Max anticipated surface

2,112 psi pressure: Internal gradient: 0.120 psi/ft Calculated BHP 2,400 psi

Design is based on evacuated pipe.

No backup mud specified.

Tension:

8 Round STC: 1.80 (J) 1.80 (J) 8 Round LTC: 1.60 (J) **Buttress:** Premium: 1.50 (J)

1.50 (B) Body yield:

Tension is based on buoyed weight. Neutral point: 2,129 ft

Re subsequent strings:

Non-directional string.

Next setting depth: 9,860 ft Next mud weight: 12.000 ppg 6,146 psi 19.250 ppg Next setting BHP: Fracture mud wt:

Fracture depth: Injection pressure

Run	Segment		Nominal		End	True Vert	Measured	Drift	Internal
Seq	Length (ft)	Size (in)	Weight (lbs/ft)	Grade	Finish	Depth (ft)	Depth (ft)	Diameter (in)	Capacity (ft³)
2	2000	9.625	32.30	H-40	ST&C	2000	2000	8.876	126.8
1	400	9.625	36.00	J-55	ST&C	2400	2400	8.796	28.5
Run	Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Seq	Load	Strength	Design	Load	Strength	Design	Load	Strength	Design
-	(psi)	(psi)	Factor	(psi)	(psi)	Factor	(Kips)	(Kips)	Factor
2	873	1367	1.567	2352	2270	0.97	69	254	3.67 J
1	1047	2020	1.929	2400	3520	1.47	5	394	85.02 J

Prepared

Clinton Dworshak

Phone: 801-538-5280

Date: April 26,2006 Salt Lake City, Utah

Utah Div. of Oil & Mining

FAX: 801-359-3940

Burst strength is not adjusted for tension.

Well name:

04-06 Westport State 921-32N

Operator:

Westport Oil & Gas

String type:

Location:

Production

Uintah County

Project ID: 43-047-37957

Design parameters:

Collapse

Mud weight: Design is based on evacuated pipe.

12.000 ppg

Minimum design factors: Collapse:

Design factor

1.125

Environment:

H2S considered? Surface temperature:

No 75 °F 213 °F

Bottom hole temperature: 1.40 °F/100ft Temperature gradient: Minimum section length: 1,500 ft

Burst:

Design factor

1.00

Cement top:

Surface

Burst

Max anticipated surface

pressure: Internal gradient: Calculated BHP

4,963 psi 0.120 psi/ft 6,146 psi

No backup mud specified.

Tension:

1.80 (J) 8 Round STC: 8 Round LTC: 1.80 (J) Buttress: 1.60 (J)

Premium: 1.50 (J) Body yield: 1.50 (B)

Tension is based on buoyed weight. Neutral point: 8,091 ft

Non-directional string.

Run Segme			Nominal		End	True Vert	Measured	Drift	Internal
Seq	Length (ft)	Size (in)	Weight (lbs/ft)	Grade	Finish	Depth (ft)	Depth (ft)	Diameter (in)	Capacity (ft³)
1	9860	4.5	11.60	N-80	LT&C	9860	9860	3.875	228.6
Run	Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Seq	Load	Strength	Design	Load	Strength	Design	Load	Strength	Design
	(psi)	(psi)	Factor	(psi)	(psi)	Factor	(Kips)	(Kips)	Factor
1	6146	6350	1.033	6146	7780	1.27	94	223	2.38.1

Prepared

by:

Clinton Dworshak

Utah Div. of Oil & Mining

Phone: 801-538-5280 FAX: 801-359-3940

Date: April 26,2006 Salt Lake City, Utah

Collapse is based on a vertical depth of 9860 ft, a mud weight of 12 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

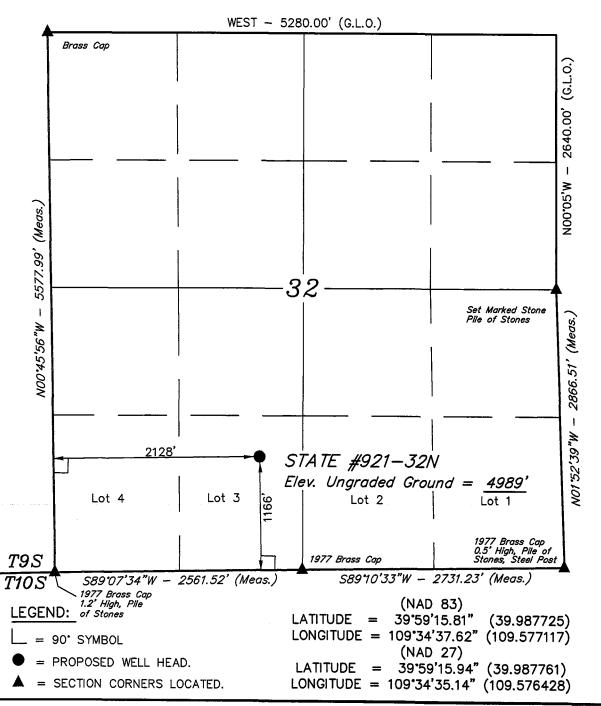
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AMENDED REPORT

								(highlig	ht changes)
	Į.	APPLICAT	ION FOR I	PERMIT TO	DRILL			5. MINERAL LEASE NO: ML-48758	6. SURFACE: State
1A. TYPE OF W	DRK: DI	RILL 🗹	REENTER	DEEPEN				7. IF INDIAN, ALLOTTEE OF	TRIBE NAME:
B. TYPE OF WE	ELL: OIL 🔲	GAS 🗹	OTHER	SIN	GLE ZONE [MULTIPLE ZON		8. UNIT OF CA AGREEMENT	NAMÉ:
2 NAME OF OP	FRATOR: SEE OIL & G	BAS ONSHO	ORE L.P.					9. WELL NAME and NUMBER STATE 921-32N	₹:
3. ADDRESS OF 1368 S 120		_{OTY} VERN	Δl	E UT 311 84	078	PHONE NUMBER: (435) 781-7024		10. FIELD AND POOL, OR W	
								NATURAL BUTT 11. QTR/QTR, SECTION, TO	
AT SURFACE: AT PROPOSEI	1166'FSL, PRODUCING ZON	21 28'FWL L	от 3 ¹ 44 2	71314	-109	2 7508 .576398		MERIDIAN: SESW 32 9S	, 21E
14. DISTANCE I	MILES AND DIRE	CTION FROM NEAF	REST TOWN OR POS	TOFFICE:				12. COUNTY:	13. STATE:
12.2 MIL	ES SOUTHE	EAST OF O	JRAY, UTAH					UINTAH	HATU
15. DISTANCE T	O NEAREST PROPI	ERTY OR LEASE L	NE (FEET)	16, NUMBER O	FACRES IN LEA	SE:	17. N	MBER OF ACRES ASSIGNED	TO THIS WELL:
1166'						348.80			40.00
18. DISTANCE TO APPLIED FOR	O NEÁREST WELL R) ON THIS LEASE	(DRILLING, COMPL (FEET)	ETED, OR	19, PROPOSED	DEPTH		20. BC	OND DESCRIPTION;	
	O TOPO C					9,860		.B0005237	
4986'GL	(SHOW WILLINE)	tor, RT, GR, ETC.	r	22, APPROXIM	ATE DATÉ WOR	(WILL START:	23, 69	TIMATED DURATION:	
24.			PROPOSE	D CASING A	ND CEMEN	TING PROGRAM			
SIZE OF HOLE	CASING SIZE, G	RADE, AND WEIG	HT PER FOOT	SETTING DEPTH	<u> </u>	CEMENT TYPE, QUA	ANTITY,	YIELD, AND SLURRY WEIGHT	-
12 1/4"	9 5/8	H-40	32.3#	2,400	315 SX C	LASS G	15.6	PPG 1.18 YIELD)
7 7/8"	4 1/2	I-80	11.6#	9,860	2020 SX	50/50 POZ	14.3	PPG 1.31 YIELD)
									<u>,</u>
						14807			
									
25.				ATTA	CHMENTS				***
VERIFY THE FOL	LOWING ARE ATTA	ACHED IN ACCORD	DANCE WITH THE LIT.	AM OIL AND GAS CO	ONSERVATION C	ENERAL RULES:			
Пг.					I 👝				
			SURVEYOR OR EN		COMPLETE DRILLING PLAN				
EVIDENC	E OF DIVISION OF	WATER RIGHTS A	PPROVAL FÖR USE (OF WATER	L FOF	km & IF OPERATOR IS PE	RSON O	r Company other than th	IE LEASE OWNER
	SHEII /	A UPCHEGO	•			PECULATOR)	/ ANI/	N VêT	
NAME (PLEASE !	RINT	7// 2			TITLE	REGULATOR	- MAY	ALISI	
SIGNATURE	//we		nne	40	DATE	8/21/2006			
This space for Sun	e use only)		D	,		l by the			
					pproved Itah Divi				
ADI ADIKADA SAS	12	-0117 7	7957			ision of id Mining			
API NUMBER ASS	SIGNED:	<u> </u>	777/	· ·		_		RECEI	VED
(11/2001)				(Pod Halaio	ne on Reverse Siz	3,1-08		AUG 2 1	2006

DIV. OF OIL, GAS & MINING

T9S, R21E, S.L.B.&M.



Kerr McGee Oil & Gas Onshore LP-

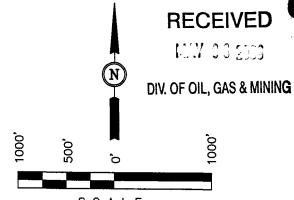
Well location, STATE #921-32N, located as shown in LOT 3 of Section 32, T9S, R21E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE, QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



SCALE

THIS IS TO CERTIFY THAT THE BOX PLAT WAS PROPARED FROM FIELD NOTES OF ACTUAL SURPLY MADE BY ME OR JUNE MY SUPERVISION AND THAT THE SAME AREATRY BEST OF MY KNOWLEDGE AND

REVISED: 03-22-06

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST -VERNAL, UTAH 84078

(435) 789-1017

SCALE DATE SURVEYED: DATE DRAWN: 1" = 1000'02-23-06 02-28-06 PARTY REFERENCES N.H. D.S. S.L. G.L.O. PLAT WEATHER FILE

COLD

Kerr McGee Oil & Gas Onshore LP

KERR-MCGEE OIL & GAS ONSHORE LP

STATE #921-32N

LOCATED IN UINTAH COUNTY, UTAH **SECTION 32, T9S, R21E, S.L.B.&M.**

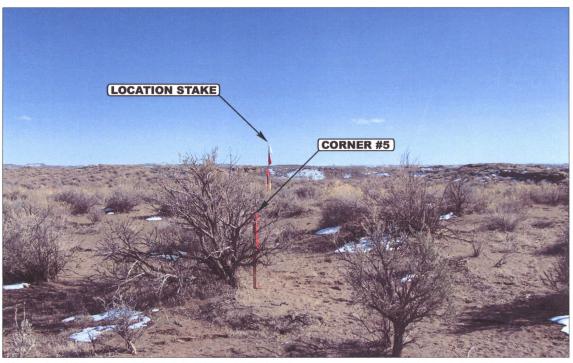


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHEASTERLY

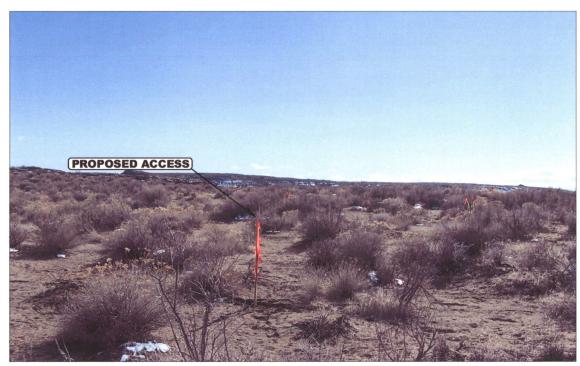


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: SOUTHWESTERLY



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078

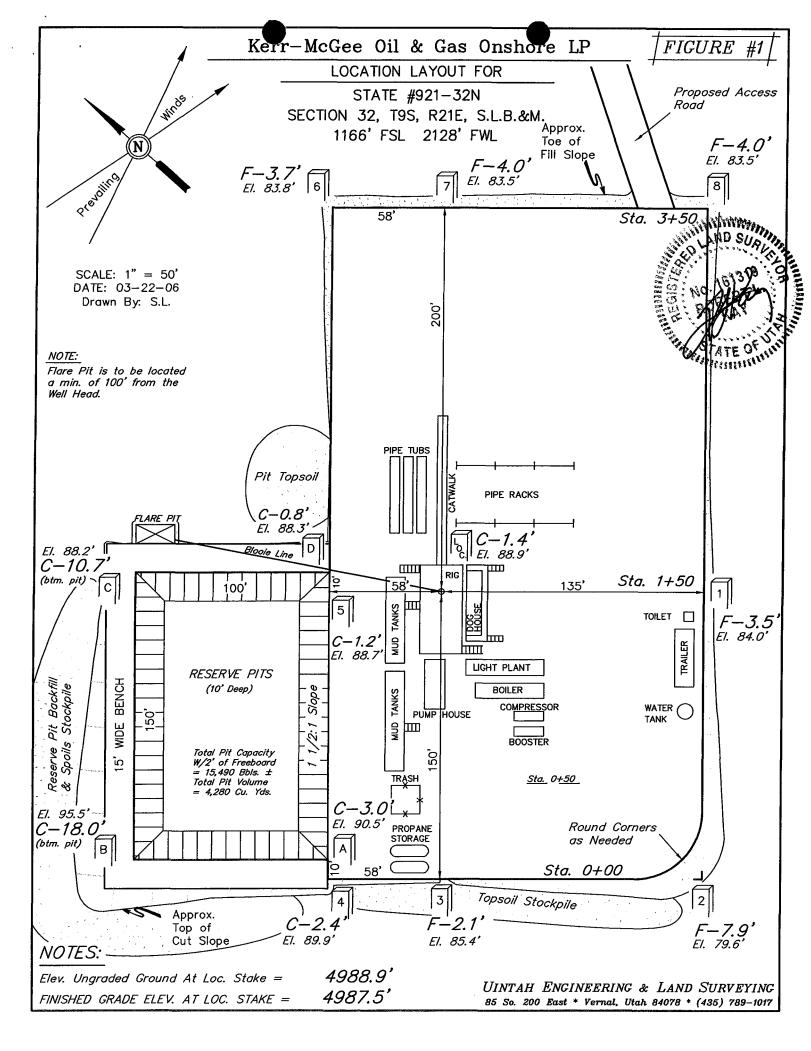
435-789-1017 uels@uelsinc.com

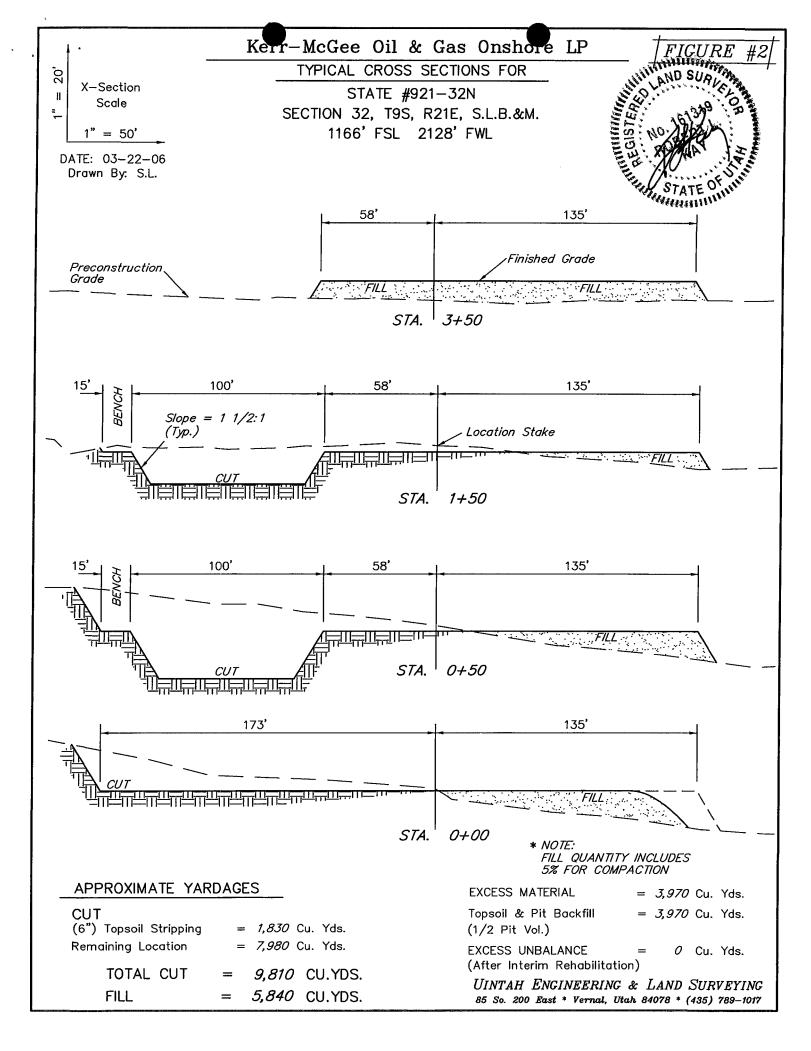
LOCATION PHOTOS

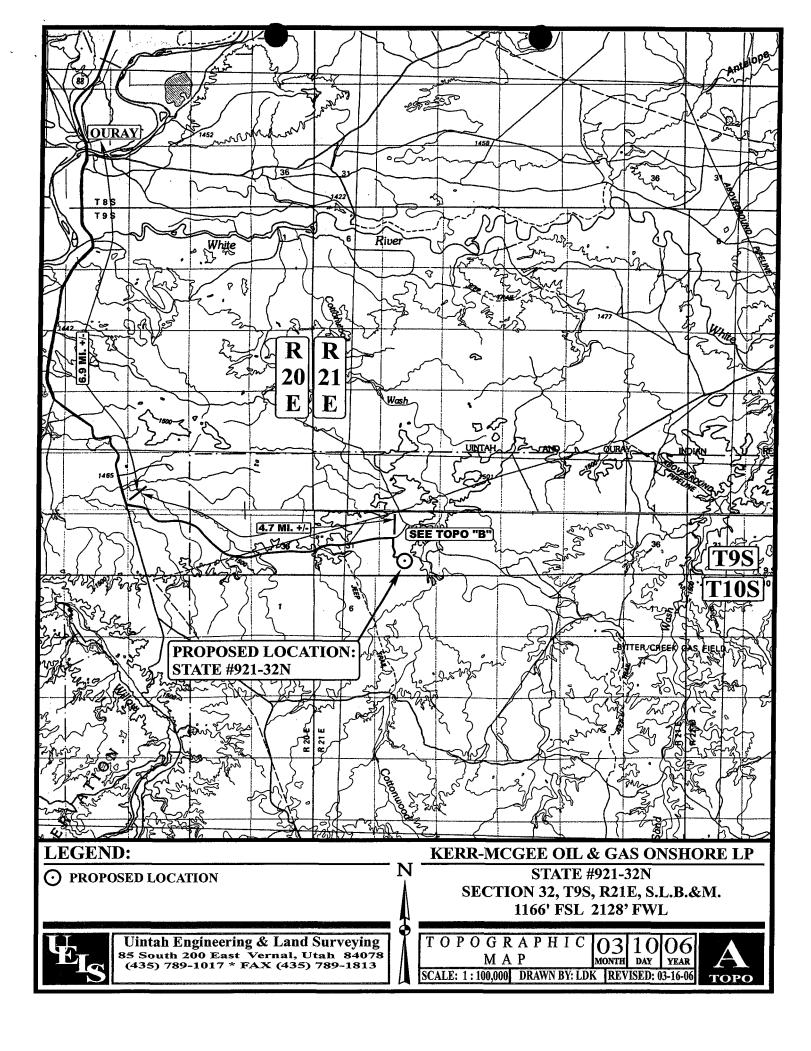
03 10 MONTH DAY

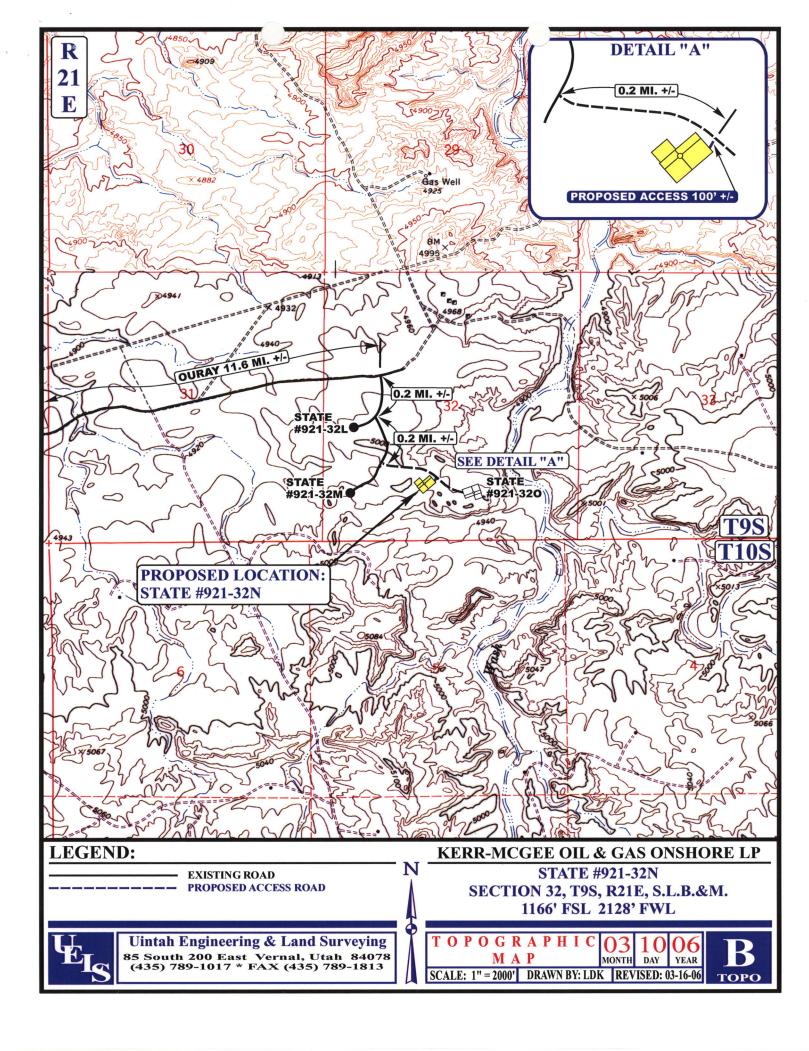
РНОТО

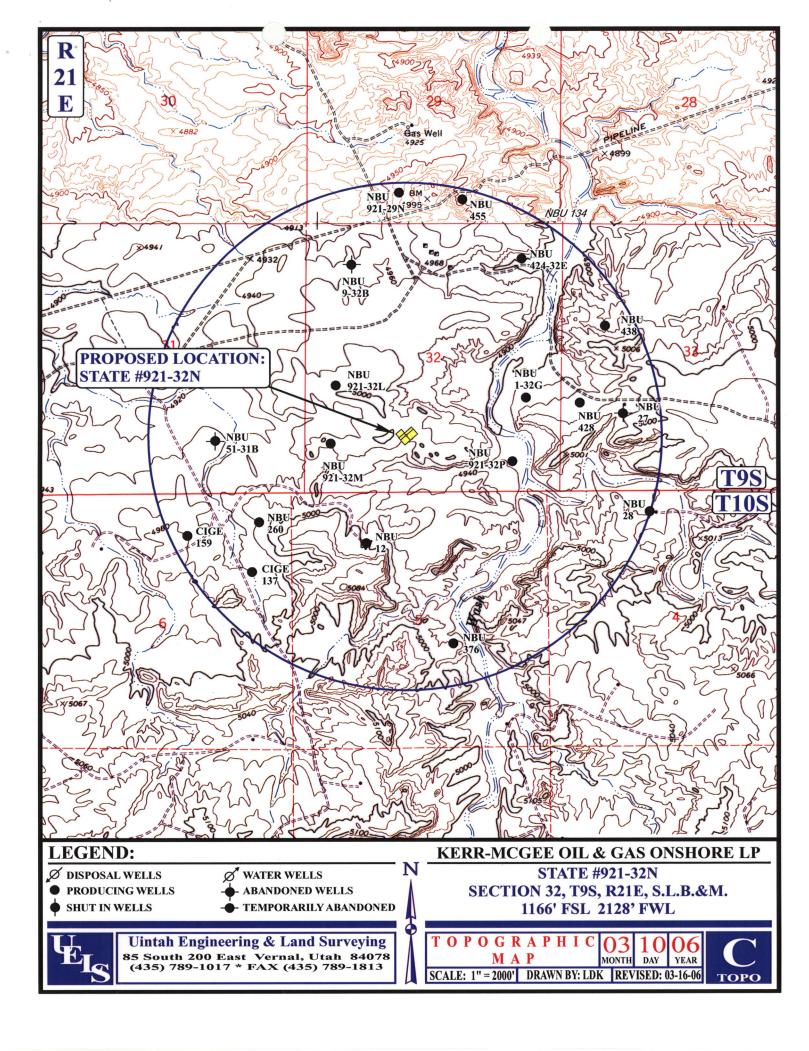
TAKEN BY: N.H. | DRAWN BY: LDK | REVISED: 03-16-06

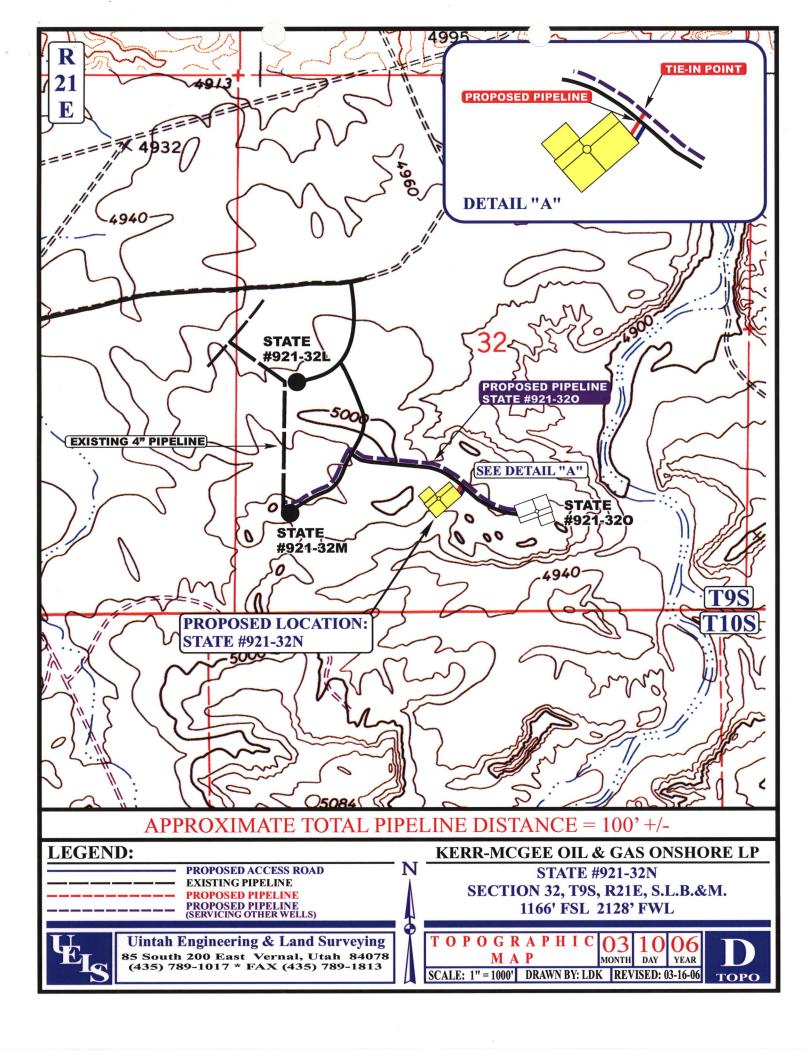












KERR-MCGEE OIL & GAS ONSHORE LP

STATE #921-32N PIPELINE ALIGNMENT

LOCATED IN UINTAH COUNTY, UTAH SECTION 32, T9S, R21E, S.L.B.&M.



PHOTO: VIEW OF TIE-IN POINT

CAMERA ANGLE: SOUTHEASTERLY



PHOTO: VIEW OF PIPELINE ALIGNMENT

CAMERA ANGLE: SOUTHWESTERLY



PIPELINE PHOTOS

ON DAY DO DE PHOTO

TAKEN BY: B.H. DRAWN BY: LDK REVISED: 00-00-00

	STATE OF UT DEPARTMENT OF NATURAL			FORM 9
	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-48758			
SUNDRY	NOTICES AND RE	PORTS ON WEL	LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill n	new wells, significantly deepen existing waterals. Use APPLICATION FOR PERMI	ells below current bottom-hole dep	oth, reenter plugged wells, or to	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL		OTHER		8. WELL NAME and NUMBER: STATE 921-32N
2. NAME OF OPERATOR: KERR McGEE OIL & GAS	ONSHORE LP			9. API NUMBER: 3-047-3795-
3. ADDRESS OF OPERATOR: 1368 S. 1200 E.	Y VERNAL STATE	√ UT _{ZiP} 84078	PHONE NUMBER: (435) 781-7024	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1133'F	5			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RAN	IGE, MERIDIAN: SWSE 32	9S 21E		STATE: UTAH
11. CHECK APPR	ROPRIATE BOXES TO I	INDICATE NATURE	OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION	<u> </u>		YPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: 12. DESCRIBE PROPOSED OR CO THE OPERATOR REQUE ARCHAEOLOGICAL SITE THE NEW FOOTAGES A PLEASE REFER TO THE	ESTS AUTHORIZATION E RECOMENDATION. A RE AS FOLLOWS: 1166	OPERATOR PLUG AND PLUG BAC PRODUCTI PRODUCTI RECOMPLI PRODUCTI RECOMPLI PRODUCTI RECOMPLI PRODUCTI RECOMPLI PRODUCTI RECOMPLI PRODUCTI RECLAMAT	STRUCTION R CHANGE ABANDON K ION (START/RESUME) FION OF WELL SITE ETE - DIFFERENT FORMATION Including dates, depths, volum BJECT WELL LOCA TION WAS CONDUC	
				RECEIVED 1997/00 2003 DIV. OF OIL, GAS & MINING
NAME (PLEASE PRINT) SHEILA U	JPCHEGO	A TIT	REGULATORY A	ANALYST

(This space for State use only)

STATE OF UTAH	FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: ML-48758
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: STATE 921-32N
2. NAME OF OPERATOR: KERR McGEE OIL & GAS ONSHORE LP	9. API NUMBER: 43, 647, 379,57
3. ADDRESS OF OPERATOR: PHONE NUMBER: 1368 S. 1200 E. CITY VERNAL STATE UT ZIP 84078 (435) 781-70.	10. FIELD AND POOL, OR WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1166'FSL, 2128'FWL	COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SESW 32 9S 21E	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, F	REPORT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
NOTICE OF INTENT	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK (Submit Original Form Only)	WATER DISPOSAL
Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	OTHER: PIPELINE CHANGE
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FOR	MATION
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths THE OPERATOR REQUESTS AUTHORIZATION TO CHANGE THE PIPELINE ROU TO THE PROPOSED PIPELINE TO SERVICE OTHER WELL LOCATIONS. THE OF APPROXIMATELY 100' OF 4" PIPELINE TO THE EXISTING PIPELINE. PLEASE REFER TO THE ATTACHED TOPO MAP D FOR PIPELINE PLACEMENT.	TE FROM THE PROPOSED LOCATION
SHEILA UPCHEGO REGULATO	DRY ANALYST
haille de	,
SIGNATURE / //////////////////////////////////	

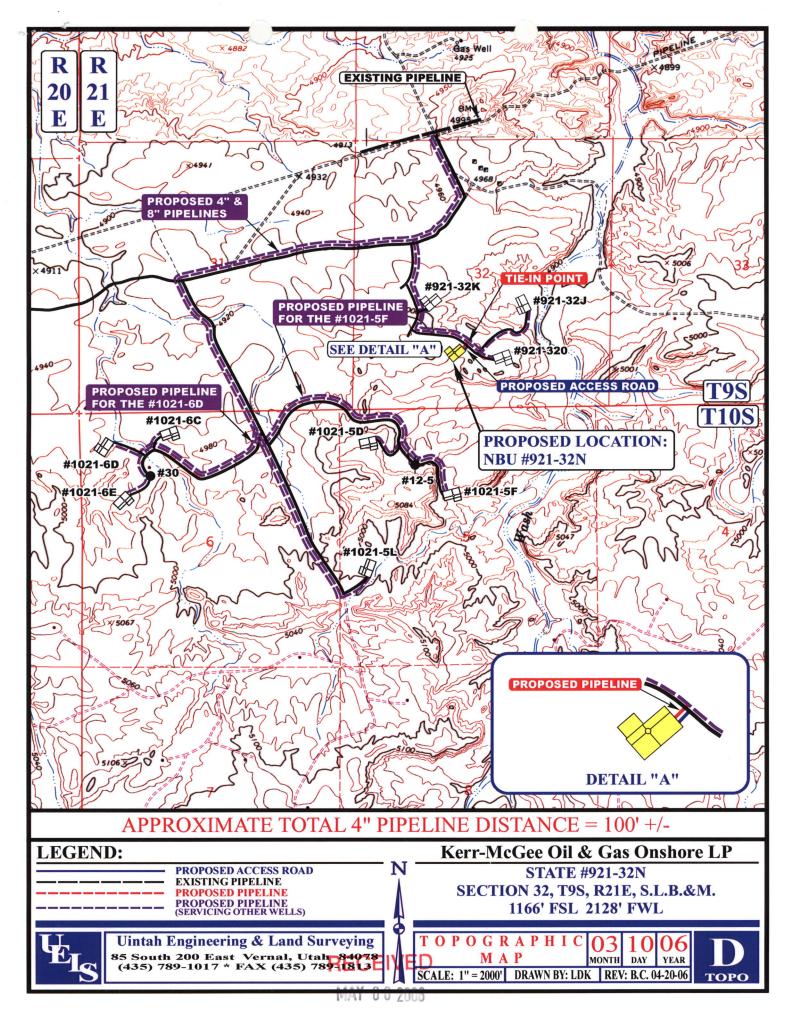
(This space for State use only)

Accepted by the Utah Division of Oil, Gas and Mining For Record Only

(See Instructions on Reverse Side)

RECEIVED MAY 8 8 2565

DIV. OF OIL, GAS & MINING



Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

ROUTING 1. DJJ

2. CDW

X Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has changed, effective:

| To: (New Operator):
| N2115-Westport Oil & Gas Co., LP
| 1368 South 1200 East
| Vernal, UT 84078 | Vernal, UT 84078 |
| Phone: 1-(435) 781-7024 | Phone: 1-(435) 781-7024

CA N	0.			Unit:		NATURAL	L BUTTI	ES	
WELL NAME	SEC	TWN	RNG	API NO	ENTITY	LEASE	WELL	WELL	
					NO	TYPE	TYPE	STATUS	
NBU 920-14L	14	090S	200E	4304737894		Federal	GW	APD	
NBU 920-15B	15	090S	200E	4304737895		Federal	GW	APD	
NBU 920-15C	15	090S	200E	4304737896		Federal	GW	APD	
NBU 920-21E	21	090S	200E	4304737897		Federal	GW	APD	
NBU 920-22A	22	090S	200E	4304737898		Federal	GW	APD	
NBU 920-27A	27	090S	200E	4304737899		Federal	GW	APD	
NBU 920-27G	27	090S	200E	4304737900		Federal	GW	APD	
NBU 920-27F	27	090S	200E	4304737901		Federal	GW	APD	
NBU 920-27C	27	090S	200E	4304737902		Federal	GW	APD	
NBU 920-27B	27	090S	200E	4304737903		Federal	GW	APD	-
NBU 920-27D	27	090S	200E	4304737904		Federal	GW	APD	
NBU 920-27I	27	090S	200E	4304737905		Federal	GW	APD	
NBU 920-27H	27	090S	200E	4304737906		Federal	GW	APD	
NBU 921-27N	27	090S	210E	4304737956		State	GW	NEW	
STATE 921-32N	32	090S		4304737957		State	GW	NEW	
STATE 921-32O	32	090S		4304737958		State	GW	NEW	
NBU 921-33M	33	090S	210E	4304737959		State	GW	NEW	
NBU 921-34J	34	090S		4304737953		State	GW	NEW	
NBU 922-31N	31	090S		4304737954		State	GW	NEW	
NBU 922-32N	32	090S		4304737955		State	GW	NEW	
NBU 1021-3L	03			4304737907		Federal	GW	APD	
NBU 1021-3D	03			4304737908		Federal	GW	APD	
NBU 1021-3H	03			4304737909		Federal	GW	APD	
NBU 1021-3G	03			4304737963		Federal	GW	APD	
NBU 1021-4G	04		210E	4304737960		State	GW	NEW	~~~~
NBU 1021-4B	04		210E	4304737961		State	GW	NEW	
NBU 1021-4H	04		210E	4304737962		State	GW	NEW	
NBU 1021-5F	05			4304737964		Federal	GW	APD	
NBU 1021-5D	05			4304737965		Federal	GW	APD	
NBU 1021-6E	06			4304737966		Federal	GW	APD	
NBU 1021-6D	06		210E	4304737967		Federal	GW	APD	
NBU 1021-6C	06		210E	4304737968		Federal	GW	APD	
NBU 1021-7B	07	100S		4304737941		Federal	GW	APD	
NBU 1021-24I				4304737910		Federal	GW	NEW.	
NBU 1021-24C	24			4304737911		Federal	GW	APD	
NBU 1021-24B	24			4304737912		Federal	GW	NEW	
NBU 1021-25G	25	•		4304737913	<u> </u>	Federal	GW	APD	
NBU 1021-25E	25			4304737917		Federal	GW	APD	
NBU 1021-25C	25			4304737969		Federal	GW	APD	
NBU 1022-19K	19		220E	4304737783		Federal	GW	APD	
	7	1					† 		
			<u> </u>		<u> </u>		<u> </u>		

Form 3160-5 (August 1999)

b states DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS					MULTIPLE LEASES		
Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6. If Indian, Allottee or Tribe Name		
					7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Oil Well X Gas Well	Пол			· · · · · · · · · · · · · · · · · · ·	8. Well Name and No.		
Oil Well X Gas Well 2. Name of Operator	Other				MUTIPLE WELLS		
KERR-McGEE OIL & GAS (ONSHORE LP				9. API Well No.		
3a. Address		o. Ph	one No. (includ	e area code)	1		
1368 SOUTH 1200 EAST V	/ERNAL, UT 84078 (435)	781-7024		10. Field and Pool, or Exploratory Area		
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)						
					11. County or Parish, State		
SEE ATTACHED					UINTAH COUNTY, UTAH		
12. CHECK APP	ROPRIATE BOX(ES) TO IN	DICA'	ΓE NATURE (OF NOTICE, R	REPORT, OR OTHER DATA		
TYPE OF SUBMISSION			TYP	E OF ACTION	N		
Notice of Intent	Acidize	Dee	pen cture Treat	Production Reclamatio	(Start/Resume) Water Shut-Off Dim Well Integrity		
Subsequent Report	Casing Repair Change Plans	Nev	v Construction g and Abandon	Recomplete			
Final Abandonment Notice	Convert to Injection		g Back	Water Disp			
Attach the Bond under which the wo following completion of the involved	rk will be performed or provide the operations. If the operation results bandonment Notices shall be filed or the control of t	Bond I in a mu	No. on file with l ultiple completion	BLM/BIA. Require or recompletion in	ne vertical depths of all pertinent markers and zones, and subsequent reports shall be filed within 30 days in a new interval, a Form 3160-4 shall be filed once amation, have been completed, and the operator has		
PLEASE BE ADVISED THA OPERATOR OF THE ATTA KERR-McGEE OIL & GAS CO OF THE LEASE(S) FOR TH IS PROVIDED BY STATE OF BLM B BIA	CHED WELL LOCATION DNSHORE LP, IS RESPO E OPERATIONS COND	IS. E DNSII JCTE BONE	EFFECTIVE BLE UNDEF ED UPON LE D NO. RLBO AF	JANUARY 6 R TERMS AN EASE LANDS 005237. PPROVE Carline	S, 2006. ND CONDITIONS MAY 1 0 2006 S. BOND COVERAGE DIV. OF OIL, GAS & MIN LUSSELL		
14. I hereby certify that the foregoin	g is true and correct				Gas and Mining Engineering Technician		
Name (Printed/Typed) RANDY BAYNE		Title DRI	EMI ILLING MAN	-	rukuleetiik teemileim		
Signature August augus		Date Ma\	e / 9, 2006				
-4	THIS SPACE I			STATE USE			
Approved by			Title	***************************************	Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equ which would entitle the applicant to conduct	itable title to those rights in the subje		Office				
Title 18 U.S.C. Section 1001, make	it a crime for any person know	ingly a	nd willfully to	make to any dep	partment or agency of the United States any		

Form 3 160-5 (August 1999)

STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

OMB No. 1004-0135 Expires Jnovember 30, 2000

FORM APPROVED

DIV OF OIL GAS & MINING

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an

MULTIPLE LEASES 6. If Indian, Allottee or Tribe Name

abandoned well.	Use Form 3160-3 (APD)) for such proposal	s.		
SUBMIT IN TRIPL	7. If Unit or CA	A/Agreement, Name and/or No.			
1. Type of Well Oil Well Gas Well				8. Well Name a	AN.
Oil Well Gas Well 2. Name of Operator	Other			4	
-				MUTIPLE	_
WESTPORT OIL & GAS CO	MPANY L.P.	21. Diama N. (1. 1	7	9. API Well No).
****	CONAL UT 04070	3b. Phone No. (included)	ae area coae)	10 Field and Da	al an Familian American
1368 SOUTH 1200 EAST V 4. Location of Well (Footage, Sec.,		(435) 781-7024		10. Field and Po	ol, or Exploratory Area
4. Location of well (Poolinge, Sec.,	1., K., W., or Survey Descripti	ionj		11. County or Pa	owiah Stata
SEE ATTACHED				11. County of Pa	irisii, State
SEE ATTACHED				UINTAH CO	UNTY, UTAH
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE NATURE	OF NOTICE, R	EPORT, OR OT	THER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION	1	
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat	Reclamation	,	Water Shut-Off Well Integrity
X Subsequent Report	Casing Repair	New Construction	Recomplet		Other CHANGE OF
Final Abandonment Notice	Change Plans Convert to Injection	Plug and Abandon Plug Back	Water Disp	y Abandon oosal	OPERATOR
13. Describe Proposed or Completed Ope. If the proposal is to deepen directiona Attach the Bond under which the wor following completion of the involved testing has been completed. Final Al determined that the site is ready for fin	Ily or recomplete horizontally, girk will be performed or provide operations. If the operation respondent ment Notices shall be fill	give subsurface locations and the Bond No. on file with ults in a multiple completion	d measured and tru BLM/BIA. Requi on or recompletion	e vertical depths of red subsequent repo in a new interval, a	all pertinent markers and zones. orts shall be filed within 30 days Form 3160-4 shall be filed once
EFFECTIVE JANUARY 6, 20 THE OPERATORSHIP OF T ONSHORE LP.	THE ATTACHED WELL APPI Co Division		KERR-McGE 1/6/06 WUL Sining	EE OIL & GAS	

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) **ENGINEERING SPECIALIST BRAD LANEY** Signature Date May 9, 2006 THIS SPACE FOR FEDERAL OR STATE USE Approved by Title Date Conditions of approval, if any, are attacted. Approval of this notice does not warrant or certify that the applicant holds legal of equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Division of Oil, Gas and Mining OPERATOR CHANGE WORKSHEET

1. DJJ 2. CDW

X Change of Operator (Well Sold)

Operator Name Change/Merger

The operator of the well(s) listed below has char			1/6/2006			
FROM: (Old Operator):		TO: (New Op	erator):			
N2115-Westport Oil & Gas Co., LP		N2995-Kerr-M	cGee Oil &	k Gas Onshoi	e, LP	
1368 South 1200 East		1368 S	outh 1200	East		
Vernal, UT 84078		Vernal,	UT 84078	}		
Phone: 1-(435) 781-7024		Phone: 1-(435)				
CA No		Unit:		ATURAL B		
WELL NAME	SEC TWN RNG	ł I	ENTITY	1		WELL
			NO	TYPE	TYPE	STATUS
OPERATOR CHANGES DOCUMENT	TATION .					
Enter date after each listed item is completed						
1. (R649-8-10) Sundry or legal documentation w	as received from the	FORMER ope	rator on:	5/10/2006		
2. (R649-8-10) Sundry or legal documentation w	as received from the	NEW operator	on:	5/10/2006	-	
3. The new company was checked on the Depart	tment of Commerce	, Division of Co	rporation	s Database o	- on:	3/7/2006
4a. Is the new operator registered in the State of	Utah: YES	Business Numb	er:	1355743-018	31	
4b. If NO, the operator was contacted contacted	on:	•			•	
5a. (R649-9-2)Waste Management Plan has been r	eceived on:	IN PLACE				
5b. Inspections of LA PA state/fee well sites comp	olete on:	n/a	3 LA well:	s & all PA w	ells tran	sferred
5c. Reports current for Production/Disposition &	Sundries on:	ok	•			
6. Federal and Indian Lease Wells: Th	e BLM and or the E	BIA has appro	ved the n	nerger, nan	ne chan	ge.
or operator change for all wells listed on Fede			BLM	3/27/2006	-	not yet
7. Federal and Indian Units:						
The BLM or BIA has approved the successor	or of unit operator for	wells listed on:		3/27/2006		
8. Federal and Indian Communization	a Agreements ("	CA"):				
The BLM or BIA has approved the operator				n/a		
9. Underground Injection Control ("U	J IC'') The Di	vision has appro	ved UIC F	orm 5, Tran	sfer of A	uthority to
Inject, for the enhanced/secondary recovery u	nit/project for the wa	ter disposal wel	l(s) listed o	n:		
DATA ENTRY:	,					
1. Changes entered in the Oil and Gas Database		5/15/2006				
2. Changes have been entered on the Monthly O				5/15/2006	-	
3. Bond information entered in RBDMS on:		5/15/2006				
4. Fee/State wells attached to bond in RBDMS o		5/16/2006				
5. Injection Projects to new operator in RBDMS6. Receipt of Acceptance of Drilling Procedures			/-	Name Ohan	01	
BOND VERIFICATION:	IOI AFD/New oil:		n/a	Name Chan	ge Only	
1. Federal well(s) covered by Bond Number:		CO1202				
Indian well(s) covered by Bond Number: Indian well(s) covered by Bond Number:		CO1203 RLB0005239				
3. (R649-3-1) The NEW operator of any fee wel	l(s) listed covered by			RLB000523	6	
a. The FORMER operator has requested a release			n/a	rider added		
The Division sent response by letter on:	or naomicy nom the	n John Ji.	11/ a	-11401 44461	a ravio	
LEASE INTEREST OWNER NOTIFIC	CATION:					
4. (R649-2-10) The FORMER operator of the fee		acted and inform	ned by a let	ter from the	Division	
4. (R649-2-10) The FORMER operator of the fee of their responsibility to notify all interest owner.	wells has been cont		ned by a let 5/16/2006		Division	
	wells has been cont		•		Division	

4 Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires Jnovember 30, 2000

5. Lease Serial No.

			MULTIPLE LEASES					
Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6. If Indian,	Allottee or Trib	e Name	
	ICATE – Other instruc	tions	on reverse	side	e	7. If Unit or	CA/Agreement	, Name and/or No.
1. Type of Well Oil Well Gas Well	Other					8. Well Nam	e and No	
2. Name of Operator	O MOI					4	E WELLS	.
KERR-McGEE OIL & GAS (ONSHORE LP					9. API Well		
3a. Address		3b. Pho	one No. (includ	e area	code)			
1368 SOUTH 1200 EAST V			81-7024			10. Field and	Pool, or Explor	atory Area
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Description)					***************************************	
SEE ATTACHED						11. County or	Parish, State	
							OUNTY, UT	
	ROPRIATE BOX(ES) TO IN	IDICAT	E NATURE (OF NO	OTICE, R	EPORT, OR (OTHER DATA	A
TYPE OF SUBMISSION		····	TYP	E OF	ACTION			
Notice of Intent	Acidize	🔲 Деер				(Start/Resume)	_	
Subsequent Report	Alter Casing Casing Repair	_	ture Treat Construction	_	Reclamation Recomplete		Well Into	
	Change Plans		and Abandon	_	•	y Abandon	OPERA	HANGE OF TOR
Final Abandonment Notice	Convert to Injection	Plug	Back		Vater Disp			
If the proposal is to deepen directions Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for fin	rk will be performed or provide the operations. If the operation results bandonment Notices shall be filed	e Bond N in a mul	o on file with I tiple completion	BLM/BI or reco	IA. Requir ompoletion is	ed subsequent re n a new interval	ports shall be fil	ed within 30 days
PLEASE BE ADVISED THAT OPERATOR OF THE ATTAKERR-McGEE OIL & GAS COF THE LEASE(S) FOR THE IS PROVIDED BY STATE OF BLATE O	CHED WELL LOCATION ONSHORE LP, IS RESP E OPERATIONS COND	NS. EF ONSIB UCTEI BOND	FFECTIVE S SLE UNDER D UPON LE NO. RLBOO AP	JANU R TEF EASE 10052: PR	JARY 6, RMS AN LANDS 37. OVE Love	2006. D CONDITI S. BOND CO D <u>51</u> 1	ONS OVERAGE 16106	RECEIVED MAY 1 0 2006 V. OF OIL, GAS & MININ
14. I hereby certify that the foregoin	g is true and correct					as and Mir		
Name (Printed/Typed) RANDY BAYNE		Title	Eari LING MAN		•	Engineering	Lechnician	ı
Signature		Date		AGE	Γ.		<u></u>	, <u>water</u>
-Azarra 1) mar	THIS SPACE		9, 2006 DERAL OR S	TATE	USE			
Approved by	THO OF ACE	VATE	Title	· / · / ·	JJE	Date		
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent which would entitle the applicant to conduct Title 18 115 C. Section 1001, make	table title to those rights in the subje t operations thereon.	ct lease	Office					4
Title 18 U.S.C. Section 1001, make	it a crune for any person know	ingiy an	a willfully to n	nake to	any depa	rtment or agen	cy of the United	d States any

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3 160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires Inovember 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

5. Lease Serial No.
MULTIPLE LEASES

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals

6. If Indian, Allottee or Tribe Name

abandoned well.	o. It morall, Amortee of Tibe Name		
SUBMIT IN TRIPL	7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Oil Well X Gas Well	Other		8. Well Name and No.
2. Name of Operator	" 		MUTIPLE WELLS
WESTPORT OIL & GAS CO	OMPANY L.P.		9. API Well No.
3a. Address		3b. Phone No. (include area	
1368 SOUTH 1200 EAST V	/ERNAL. UT 84078	(435) 781-7024	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec.,			10. Field and Foot, of Exploratory Area
		•	11. County or Parish, State
SEE ATTACHED			
			UINTAH COUNTY, UTAH
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE NATURE OF NO	OTICE, REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF	ACTION
Notice of Intent Subsequent Report	Acidize Alter Casing Casing Repair	Fracture Treat	roduction (Start/Resume) Water Shut-Off Reclamation Well Integrity Recomplete X Other CHANGE OF
	Change Plans		emporarily Abandon OPERATOR
Final Abandonment Notice	Convert to Injection	_ =	Vater Disposal
Attach the Bond under which the won following completion of the involved testing has been completed. Final Al determined that the site is ready for fin	rk will be performed or provide operations. If the operation resubandonment Notices shall be file al inspection.	the Bond No. on file with BLM/B alts in a multiple completion or reced only after all requirements, included the BLM/B after all requirements.	g date of any proposed work and approximate duration thereof red and true vertical depths of all pertinent markers and zones. A Required subsequent reports shall be filed within 30 days ampletion in a new interval, a Form 3160-4 shall be filed once adding reclamation, have been completed, and the operator has the RELINQUISHED
THE OPERATORSHIP OF TONSHORE LP.	HE ATTACHED WELI	L LOCATIONS TO KERF	R-McGEE OIL & GAS
ONSHORE LP.	CO Division	ROVED 5/6 When Russell of Oil, Gas and Mining Russell, Engineering Tex	MAY 1 0 2006
14. I hereby certify that the foregoing			DIV OF OIL, GAS & MINING
Name (Printed/Typed)		Title	
BRAD LANEY		ENGINEERING SPE	CIALIST
Signature		Date	

BRAD LANEY

Signature

Date
May 9, 2006

THIS SPACE FOR FEDERAL OR STATE USE

Approved by
Title

Date
5-9-06

Conditions of approved, if any, are attacked. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

From:

Jim Davis

To:

Mason, Diana

Date:

7/30/2008 4:03 PM

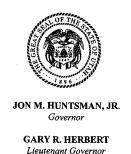
Subject:

SITLA APD approval 7/30/08

CC: Bonner, Ed; Garrison, LaVonne The following wells have been approved by SITLA including arch and paleo clearance.

Operator	Well Name	API#
Kerr McGEE	NBU 921-26M2AS	4304740113
Kerr McGEE	NBU 922-3201T	4304740116
Kerr McGEE	NBU 922-29J	4304740119
ConocoPhillips	Utah 17-1174	4300731418
EOG Res	NBU 672-25E	4304750028
XTO Energy	St of Ut 16-8-32-23D	4301530741
XTO Energy	St of Ut 16-8-31-43D	4301530742
Gasco Prod	Gate Cyn St 12-21-11-15	4301333858
Gasco Prod	State 42-32-9-19	4304739795
National Fuel	NFC Lindisfarne St 43-35	4304739852
EOG Resources	NBU 642-13E	4304750013
EOG Resources	NBU 640-13E	4304750014
EOG Resources	NBU 663-24E	4304750010
EOG Resources	NBU 661-24E	4304750011
Kerr McGEE	NBU 921-34MT	4304739402
Kerr McGEE	NBU 1022-25H	4304739033
Kerr McGEE	State 1022-25I	4304739034
Westport O&G	State 921-32N	4304737957
Westport O&G	State 921-320	4304737958
EOG Resources	NBU 638-13E	4304750016

⁻Jim Davis



State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

July 31, 2008

Kerr-McGee Oil & Gas Onshore LP 1368 S 1200 E Vernal, UT 84078

Re:

State 921-32N Well, 1166' FSL, 2128' FWL, SE SW, Sec. 32, T. 9 South, R. 21 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 *et seq.*, Utah Administrative Code R649-3-1 *et seq.*, and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37957.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal Office

SITLA



Operator:	Kerr-McGee Oil & Gas Onshore LP
Well Name & Number	State 921-32N
API Number:	43-047-37957
Lease:	ML-48758

Location: SE SW

Sec. 32

T. 9 South

R. 21 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

The operator is required to notify the Division of Oil, Gas and Mining of the following action during drilling of this well:

- 24 hours prior to cementing or testing casing contact Dan Jarvis
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to spudding the well contact Carol Daniels
- Within 24 hours of any emergency changes made to the approved drilling program contact Dustin Doucet
- Prior to commencing operations to plug and abandon the well contact Dan Jarvis

The operator is required to get approval from the Division of Oil, Gas and Mining before performing any of the following actions during the drilling of this well:

- Plugging and abandonment or significant plug back of this well contact Dustin Doucet
- Any changes to the approved drilling plan contact Dustin Doucet

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voice mail message if the person is not available to take the call):

• Dan Jarvis at:

(801) 538-5338 office

(801) 942-0871 home

• Carol Daniels at:

(801) 538-5284 office

• Dustin Doucet at:

(801) 538-5281 office

(801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

Page 2 43-047-37957 July 31, 2008

- 4. Compliance with the State of Utah Antiquities Act forbids disturbance of archeological, historical, or paleontological remains. Should archeological, historical or paleontological remains be encountered during your operations, you are required to immediately suspend all operations and immediately inform the Trust Lands Administration and the Division of State History of the discovery of such remains.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)
- 6. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 7. Surface casing shall be cemented to the surface.

STATE OF UTAH		FORM 9		
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: ML-48758	
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposottom-hole depth, reenter plu DRILL form for such proposals.	sals to drill new wells, significantly deeper gged wells, or to drill horizontal laterals.	n existing wells below current Use APPLICATION FOR PERMIT TO	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: STATE 921-32N	
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.			9. API NUMBER: 43047379570000	
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	treet, Suite 600, Denver, CO, 80217 3779	PHONE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1166 FSL 2128 FWL			COUNTY: UINTAH	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SESW Section: 32	P, RANGE, MERIDIAN: Township: 09.0S Range: 21.0E Meridian:	: S	STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
	ACIDIZE	☐ ALTER CASING	CASING REPAIR	
Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME	
7/25/2009	CHANGE WELL STATUS	☐ COMMINGLE PRODUCING FORMATIONS	☐ CONVERT WELL TYPE	
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK	
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON	
	TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL	
☐ DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	✓ APD EXTENSION	
Report Date:	☐ WILDCAT WELL DETERMINATION	OTHER	OTHER:	
12 DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinent details including dates denths v	olumes etc	
Kerr-McGee Oil & Gas Onshore, L.P. (Kerr-McGee) respectfully requests an extension to this APD for the maximum time allowed. Please contact the undersigned with any questions and/or comments. Thank you. Approved by the Utah Division of Oil, Gas and Mining				
		D	ate: July 23, 2009	
		В	y: Balyll	
NAME (PLEASE PRINT)	PHONE NUMBER			
Danielle Piernot	720 929-6156	Regulatory Analyst		
SIGNATURE N/A		DATE 7/21/2009		



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047379570000

API: 43047379570000 Well Name: STATE 921-32N

Location: 1166 FSL 2128 FWL QTR SESW SEC 32 TWNP 090S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 7/31/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

informati	tion as submitted i	in the previousl	ly approved applications on the state of the	on to drill, re	mains valid ar	nd does not
	ated on private lan ed? 🗍 Yes 🌘		ership changed, if so	, has the sur	face agreemer	t been
	any wells been dri requirements for		nity of the proposed w Yes 📵 No	ell which wo	ould affect the	spacing or
	nere been any unit s proposed well? (ments put in place th o	at could affe	ct the permitt	ing or operation
	there been any cha the proposed loca		cess route including o	ownership, o	r rightof- way	, which could
• Has th	ne approved sourc	e of water for d	Irilling changed? 🗍	Yes 📵 No		
			to the surface locationsed at the onsite eval			ill require a
• Is bor	nding still in place,	which covers t	this proposed well?(Yes 🗍	Approve No Utah Div Oil, Gas a	ision of
nature:	Danielle Piernot	Date:	7/21/2009			
Title:	Regulatory Analyst	Representing:	KERR-MCGEE OIL & GA	AS ONSHOR <mark>₽</mark>	te: July 2	3, 2009
	3 ,			·· - /	Miss on	([)

Sig

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			FORM 9	
			5.LEASE DESIGNATION AND SERIAL NUMBER: ML-48758	
SUND	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
	sals to drill new wells, significantly deepen igged wells, or to drill horizontal laterals. U		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES	
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2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P.			9. API NUMBER: 43047379570000	
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S	PHOI treet, Suite 600, Denver, CO, 80217 3779	NE NUMBER: 720 929-6007 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1166 FSL 2128 FWL			COUNTY: UINTAH	
Qtr/Qtr: SESW Section: 32	Township: 09.0S Range: 21.0E Meridian:	S	STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPORT,	OR OTHER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION			
	☐ ACIDIZE	☐ ALTER CASING	☐ CASING REPAIR	
Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	☐ CHANGE TUBING	☐ CHANGE WELL NAME	
8/9/2010	☐ CHANGE WELL STATUS	\square commingle producing formations	☐ CONVERT WELL TYPE	
SUBSEQUENT REPORT	☐ DEEPEN	☐ FRACTURE TREAT	☐ NEW CONSTRUCTION	
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	☐ PLUG BACK	
	☐ PRODUCTION START OR RESUME	☐ RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION	
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	☐ SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON	
	☐ TUBING REPAIR	☐ VENT OR FLARE	WATER DISPOSAL	
☐ DRILLING REPORT	☐ WATER SHUTOFF	☐ SI TA STATUS EXTENSION	✓ APD EXTENSION	
Report Date:	☐ WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:	
Kerr-McGee Oil & G extension to this A	MPLETED OPERATIONS. Clearly show all per as Onshore, L.P. (Kerr-McGee APD for the maximum time allo with any questions and/or cor) respectfully requests an owed. Please contact the mments. Thank you.	Approved by the Utah Division of Oil, Gas and Mining ate: August 09, 2010	
NAME (PLEASE PRINT) Danielle Piernot	PHONE NUMBER 720 929-6156	TITLE Regulatory Analyst		
SIGNATURE N/A		DATE 8/9/2010		



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047379570000

API: 43047379570000 Well Name: STATE 921-32N

Location: 1166 FSL 2128 FWL QTR SESW SEC 32 TWNP 090S RNG 210E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 7/31/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that requ

uire revis • If loca	ion as submitted in the previous ion. Following is a checklist of ited on private land, has the owed? Yes No	some items related to the	application, w	hich should be verified.
	any wells been drilled in the vic requirements for this location?		l which would a	iffect the spacing or
	ere been any unit or other agre proposed well? 🔘 Yes 📵		could affect the	e permitting or operation
	there been any changes to the athe proposed location?		nership, or righ	ntof- way, which could
• Has th	e approved source of water for	drilling changed? 🔘 Y	es 📵 No	
	here been any physical change e in plans from what was discu			
• Is bon	ding still in place, which covers	s this proposed well?	Yes 📄 No 🏻	pproved by the Jtah Division of , Gas and Mining
nature:	Danielle Piernot Date	e: 8/9/2010		
Title:	Regulatory Analyst Representing	: KERR-MCGEE OIL & GAS	onshor <mark>Pate:_</mark>	August 09, 2010

Sig

By: Down



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

August 3, 2011

Kerr McGee Oil & Gas Onshore, L.P. P.O. Box 173779 Denver, CO 80217 43 047 37957 State 921-32N 95 21E 32

Re:

APDs Rescinded for Kerr McGee Oil & Gas Onshore, L.P.

Uintah County

Ladies and Gentlemen:

Enclosed find the list of APDs that are being rescinded. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective August 3, 2011.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely.

Diana Mason

Environmental Scientist

Mason

cc:

Well File

Ed Bonner, SITLA



	43-047-39522	Tribal 822-310
	43-047-50037	NBU 495-31E
	43-047-50038	NBU 731-36E
	43-047-50039	NBU 735-36E
	43-047-50040	NBU 743-31E
	43-047-50042	NBU 733-36E
\rightarrow	43-047-37957	State 921-32N
•	43-047-37958	State 921-32O
	43-047-39033	NBU 1022-25H
	43-047-39034	State 1022-25I
	43-047-39402	NBU 921-34MT